

**UNITED STATES BANKRUPTCY COURT
FOR THE DISTRICT OF DELAWARE**

In re: W. R. Grace & Co., et al
Debtor

Case No. 01-01139 Jointly Administered
Reporting Period: July 2010

MONTHLY OPERATING REPORT

File with Court and submit copy to United States Trustee within 20 days after end of month

Submit copy of report to any official committee appointed in the case.

| REQUIRED DOCUMENTS | Form No. | Document Attached | Explanation Attached |
|--|-----------------|--------------------------|-------------------------------|
| Schedule of Cash Receipts and Disbursements | MOR-1 | X | |
| Bank Reconciliation (or copies of debtor's bank reconciliations) | | | See attached Attestation Form |
| Copies of bank statements | | | See attached Attestation Form |
| Cash disbursements journals | | | Not available |
| Statement of Operations | MOR-2 | X | |
| Balance Sheet | MOR-3 | X | |
| Status of Postpetition Taxes | MOR-4 | X | |
| Copies of IRS Form 6123 or payment receipt | | | Not available |
| Copies of Federal income tax returns filed during reporting period | | | N/A |
| Summary of Unpaid Postpetition Debts | MOR-4 | | See Note #4 |
| Listing of aged accounts payable | | | See Note #4 |
| Accounts Receivable Reconciliation and Aging | MOR-5 | X | |
| Debtor Questionnaire | MOR-5 | X | |

I declare under penalty of perjury (28 U.S.C. Section 1746) that this report and the documents attached are true and correct to the best of my knowledge and belief.

Signature of Debtor

Date

Signature of Joint Debtor

Date

Signature of Authorized Individual*

Date

Hudson LaForce III

Printed Name of Authorized Individual

09/01/2010
Date

Senior Vice President and
Chief Financial Officer

Title of Authorized Individual

*Authorized individual must be an officer, director or shareholder if debtor is a corporation; a partner if debtor is a partnership; a manager or member if debtor is a limited liability company.

W. R. Grace & Co.
Monthly Financial Report
July 31, 2010

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Combined Chapter 11 Filing Entity Statements

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Bank StatementsSee attached
Attestation Form**Federal Income Tax Returns**

N/A

Forward-Looking Information

This monthly financial report contains forward-looking information that involves risks and uncertainties. For such information, Grace claims the protection of the safe harbor for forward-looking statements contained in the Private Securities Litigation Reform Act of 1995. Actual results could differ materially from the results predicted, and reported results should not be considered as a indication of future performance. Factors that could cause actual results to differ from those contained in the forward-looking information include those factors set forth in Grace's most recent Annual Report on Form 10-K and quarterly reports on Form 10-Q, which have been filed with the Securities Exchange Commission.

Statement of Confidentiality

The information contained in the monthly financial report contains confidential information of W. R. Grace & Co. and its subsidiaries (the "Confidential Information"). The Confidential Information has been prepared solely for information purposes and may not be disclosed to any person or entity or reproduced, disseminated or disclosed, in whole or in part, except to officers, directors, employees, and representatives of the recipient ("Representatives") or as required by applicable law or regulation. By receipt of the Confidential Information, each recipient agrees to (1) use the Confidential Information only to enhance its understanding of Grace and its businesses, and (2) inform its Representatives of the confidential nature of such information and direct them to treat such information in accordance with the terms. Each recipient agrees to be responsible for any breach of these provisions by any of its Representatives.

Monthly Operating Report

| W. R. Grace & Co. - Conn Schedule of Cash Receipts and Disbursements MOR-1 July 2010 | | | | | | |
|---|---|--|--|--|---|--|
| | JP Morgan Chase Disbursement 9101013572 | First Union Deposit Acct 2199500021812 | Merrill Lynch Investment 3323735 | Bank of America Lockbox 8188703107 | JP Morgan Chase Holding 323223141 | JP Morgan Chase Concentration 16001257 |
| CASH BEGINNING OF MONTH | \$ 101,603 | \$ 290,202 | \$ - | \$ 136,552 | \$ 868,935 | \$ 4,631,831 |
| RECEIPTS | | | | | | |
| ACCOUNTS RECEIVABLE - THIRD PARTIES | | | | (74,183) | | |
| ACCOUNTS RECEIVABLE - INTERCOMPANY | | | | | | |
| ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI | | | | | | |
| DIP BORROWINGS | | | | | | |
| TRANSFERS IN - THIRD PARTIES | | 176,116 | | | | 590,889 |
| TRANSFERS IN - NONFILING ENTITIES | | | | | | 4,404,154 |
| TRANSFERS IN - FILING ENTITY CASH ACCOUNTS | 200,000 | | | | | 44,719,882 |
| MISCELLANEOUS | | | | | | |
| TOTAL RECEIPTS | 200,000 | 176,116 | - | (74,183) | - | 49,714,925 |
| DISBURSEMENTS | | | | | | |
| PAYROLL | | | | | | |
| PAYROLL TAXES | | | | | | |
| TRADE PAYABLES - THIRD PARTIES | | | | | | |
| TRADE PAYABLES - INTERCOMPANY | | | | | | |
| ACCOUNT SECURITIZATION | | | | | | |
| PAYMENTS AS SERVICER FOR GRPI | | | | | | |
| DIP PRINCIPAL REPAYMENTS | | | | | | |
| DIP INTEREST AND USAGE FEES | | | | | | |
| TRANSFERS OUT - THIRD PARTIES | 193,646 | | | | | 361,772 |
| TRANSFERS OUT - NONFILING ENTITIES | | | | | | |
| TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS | | 280,202 | | | | 50,155,824 |
| MISCELLANEOUS | | | | | | |
| TOTAL DISBURSEMENTS | 193,646 | 280,202 | - | - | - | 50,517,536 |
| NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS) | 6,354 | (104,087) | - | (74,183) | - | (802,611) |
| CASH - END OF MONTH | \$ 107,957 | \$ 186,116 | \$ - | \$ 62,369 | \$ 868,935 | \$ 3,829,219 |

Note #1

Various payments are made by W. R. Grace & Co. - Conn on behalf of certain other debtor entities, generally and primarily those that are inactive and/or have no direct employees. Such expenditures are generally de minimis and could include professional fees, state registration fees, business license fees and certain taxes.

| W. R. Grace & Co. - Conn Schedule of Cash Receipts and Disbursements MOR-1 July 2010 | | | | | |
|---|--|---|---|---|---|
| | Bank of America Lockbox 8188203114 | Banc of America Securities LLC 22330134 | First Union Concentration 2000000282172 | First Union Payroll 2079900016741 | First Union Libby Medical 2079900065006 |
| CASH BEGINNING OF MONTH | \$ 147,049,992 | \$ 445,013,427 | \$ 6,013,563 | \$ 747,146 | \$ 2,212 |
| RECEIPTS | | | | | |
| ACCOUNTS RECEIVABLE - THIRD PARTIES | 61,685,372 | | | | |
| ACCOUNTS RECEIVABLE - INTERCOMPANY | 2,023,536 | | | | |
| ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI | | | | | |
| DIP BORROWINGS | | | | | |
| TRANSFERS IN - THIRD PARTIES | | 86,910 | | | |
| TRANSFERS IN - NONFILING ENTITIES | | | | | |
| TRANSFERS IN - FILING ENTITY CASH ACCOUNTS | 49,500,000 | 122,000,000 | 101,400,000 | 17,098,645 | 168,118 |
| MISCELLANEOUS | 550,000 | | | | |
| TOTAL RECEIPTS | 113,758,908 | 122,086,910 | 101,400,000 | 17,098,645 | 168,118 |
| DISBURSEMENTS | | | | | |
| PAYROLL | | | | 11,872,387 | |
| PAYROLL TAXES | | | | 5,885,514 | |
| TRADE PAYABLES - THIRD PARTIES | | | | | |
| TRADE PAYABLES - INTERCOMPANY | | | | | |
| ACCOUNT SECURITIZATION | | | | | |
| PAYMENTS AS SERVICER FOR GRPI | | | | | |
| DIP PRINCIPAL REPAYMENTS | | | | | |
| DIP INTEREST AND USAGE FEES | | | | | |
| TRANSFERS OUT - THIRD PARTIES | 13,656,780 | | | | 170,331 |
| TRANSFERS OUT - NONFILING ENTITIES | 1,391,830 | | | | |
| TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS | 223,400,000 | | 100,023,601 | | |
| MISCELLANEOUS | | | 10,780 | | |
| TOTAL DISBURSEMENTS | 238,448,610 | | - | 100,034,381 | 17,737,901 |
| NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS) | (124,689,702) | 122,086,910 | | 1,365,619 | (639,256) |
| CASH - END OF MONTH | \$ 22,950,290 | \$ 567,100,338 | | 7,379,181 | \$ 107,890 |
| | | | | | \$ 0 |

Note #1

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W. R. Grace & Co. - Conn

Schedule of Cash Receipts and Disbursements

MOR-1

July 2010

| | First Union Accts Payable 2079920005761 | First Union Payroll 2079900067554 | Wachovia Lockbox 1866-082535 | First Union Accts payable 2079900005260 | First Union Accts Payable 2079900005231 | SunTrust Payroll 00000141309 | PNC 4002641360 | Hibernia Natl Disbursement 101391210 | JP Morgan Chase Lockbox 304816494 |
|--|---|---|------------------------------------|---|---|------------------------------------|-------------------|--|---|
| CASH BEGINNING OF MONTH | \$ (3,470,002) | \$ - | \$ - | \$ (11,093) | \$ - | \$ 44,962 | \$ - | \$ - | \$ 17,545 |
| RECEIPTS | | | | | | | | | |
| ACCOUNTS RECEIVABLE - THIRD PARTIES | | | | | | | | | 10,036,945 |
| ACCOUNTS RECEIVABLE - INTERCOMPANY | | | | | | | | | 34,386,691 |
| ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI | | | | | | | | | |
| DIP BORROWINGS | | | | | | | | | |
| TRANSFERS IN - THIRD PARTIES | | | | | | | | | |
| TRANSFERS IN - NONFILING ENTITIES | | | | 471,819 | | | | | |
| TRANSFERS IN - FILING ENTITY CASH ACCOUNTS | 34,353,922 | | | 846,104 | 47,556,812 | | | | |
| MISCELLANEOUS | 1,971,255 | | | | | | | | |
| TOTAL RECEIPTS | 36,325,177 | | | 1,317,923 | 47,556,812 | | | | 44,423,636 |
| DISBURSEMENTS | | | | | | | | | |
| PAYROLL | | | | | | | | | |
| PAYROLL TAXES | | | | | | | | | |
| TRADE PAYABLES - THIRD PARTIES | 36,325,177 | | | 1,306,830 | 46,771,998 | | | | |
| TRADE PAYABLES - INTERCOMPANY | | | | | | | | | |
| ACCOUNT SECURITIZATION | | | | | | | | | |
| PAYMENTS AS SERVICER FOR GRPI | | | | | | | | | |
| DIP PRINCIPAL REPAYMENTS | | | | | | | | | |
| DIP INTEREST AND USAGE FEES | | | | | | | | | |
| TRANSFERS OUT - THIRD PARTIES | | | | | | | | | |
| TRANSFERS OUT - NONFILING ENTITIES | | | | | | | | | |
| TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS | | | | | | | | | 44,439,679 |
| MISCELLANEOUS | | | | | | | | | |
| TOTAL DISBURSEMENTS | 36,325,177 | | | 1,306,830 | 47,556,812 | 13 | | | 44,439,679 |
| NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS) | | | | 11,093 | 0 | (13) | | | (16,043) |
| CASH - END OF MONTH | \$ (3,470,002) | \$ - | \$ - | \$ - | \$ 0 | \$ 44,949 | \$ - | \$ - | \$ 1,502 |

Note #1

Various payments are made by W. R. Grace & Co. - Conn on behalf of certain other debtor entities, generally and primarily those that are inactive and/or have no direct employees. Such expenditures are generally de minimis and could include professional fees, state registration fees, business license fees and certain taxes.

W. R. Grace & Co. - Conn

Schedule of Cash Receipts and Disbursements

MOR-1

July 2010

| | Allfirst Payroll 16298657 | First Union Petty Cash 2040000018900 | Banco de Credito Operating Acct 1931115122058 | Banco de Credito Operating Acct 1931125963172 | Banco Interam. de Finanzas 007000107847 |
|--|---------------------------------|--|---|---|---|
| CASH BEGINNING OF MONTH | \$ - | \$ - | \$ 10,958 | \$ 395,499 | \$ - |
| RECEIPTS | | | | | |
| ACCOUNTS RECEIVABLE - THIRD PARTIES | | | | 491,384 | - |
| ACCOUNTS RECEIVABLE - INTERCOMPANY | | | - | - | - |
| ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI | | | - | - | - |
| DIP BORROWINGS | | | - | - | - |
| TRANSFERS IN - THIRD PARTIES | | | 284,788 | - | - |
| TRANSFERS IN - NONFILING ENTITIES | | | - | - | - |
| TRANSFERS IN - FILING ENTITY CASH ACCOUNTS | | | - | - | - |
| MISCELLANEOUS | | | - | - | - |
| TOTAL RECEIPTS | | - | 284,788 | 491,384 | - |
| DISBURSEMENTS | | | | | |
| PAYROLL | | | 30,626 | - | - |
| PAYROLL TAXES | | | 12,233 | - | - |
| TRADE PAYABLES - THIRD PARTIES | | | - | 136,657 | - |
| TRADE PAYABLES - INTERCOMPANY | | | - | - | - |
| ACCOUNT SECURITIZATION | | | - | - | - |
| PAYMENTS AS SERVICER FOR GRPI | | | - | - | - |
| DIP PRINCIPAL REPAYMENTS | | | - | - | - |
| DIP INTEREST AND USAGE FEES | | | - | - | - |
| TRANSFERS OUT - THIRD PARTIES | | | 170,714 | 285,000 | - |
| TRANSFERS OUT - NONFILING ENTITIES | | | - | - | - |
| TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS | | | - | - | - |
| MISCELLANEOUS | | | 32,253 | 22,258 | - |
| TOTAL DISBURSEMENTS | | - | 245,825 | 443,915 | - |
| NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS) | | - | 38,964 | 47,469 | - |
| CASH - END OF MONTH | \$ - | \$ - | \$ 49,922 | \$ 442,968 | \$ - |

Note #1

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| W. R. Grace & Co. - Conn Schedule of Cash Receipts and Disbursements MOR-1 July 2010 | | | | | | |
|---|--|-----------------------------------|---|--------------------|-----------------|---------------|
| | Banco Interam de Finanzas 7000107707 | HSBC Operating Acct 1128001 | Bank Boston Operating Acct 154519 | Cash In Transit | Cash on Hand | Other |
| CASH BEGINNING OF MONTH | \$ - | \$ 202,104 | \$ - | \$ 714,510 | \$ (1,254,659) | \$ 8,522,211 |
| RECEIPTS | | | | | | |
| ACCOUNTS RECEIVABLE - THIRD PARTIES | | 386,991 | | | | |
| ACCOUNTS RECEIVABLE - INTERCOMPANY | | - | | | | |
| ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI | | - | | | | |
| DIP BORROWINGS | | - | | | | |
| TRANSFERS IN - THIRD PARTIES | | 10,500 | | | | |
| TRANSFERS IN - NONFILING ENTITIES | | - | | | | |
| TRANSFERS IN - FILING ENTITY CASH ACCOUNTS | | - | | | | |
| MISCELLANEOUS | | - | | | | |
| TOTAL RECEIPTS | | 397,491 | | | | |
| DISBURSEMENTS | | | | | | |
| PAYROLL | | - | | | | |
| PAYROLL TAXES | | - | | | | |
| TRADE PAYABLES - THIRD PARTIES | | 382,431 | | | | |
| TRADE PAYABLES - INTERCOMPANY | | - | | | | |
| ACCOUNT SECURITIZATION | | - | | | | |
| PAYMENTS AS SERVICER FOR GRPI | | - | | | | |
| DIP PRINCIPAL REPAYMENTS | | - | | | | |
| DIP INTEREST AND USAGE FEES | | - | | | | |
| TRANSFERS OUT - THIRD PARTIES | | - | | | | |
| TRANSFERS OUT - NONFILING ENTITIES | | - | | | | |
| TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS | | - | | | | |
| MISCELLANEOUS | | 1,612 | | | | (6,376,416) |
| TOTAL DISBURSEMENTS | | 384,042 | | | | (6,376,416) |
| NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS) | | 13,448 | | | | 6,376,416 |
| CASH - END OF MONTH | \$ - | \$ 215,552 | \$ - | \$ 714,510 | \$ (1,254,659) | \$ 14,898,627 |

Note #1

Various payments are made by W. R. Grace & Co. - Conn on behalf of certain other debtor entities, generally and primarily those that are inactive and/or have no direct employees. Such expenditures are generally de minimis and could include professional fees, state registration fees, business license fees and certain taxes.

| W. R. Grace & Co. - Conn Schedule of Cash Receipts and Disbursements | | |
|---|-----------------------|-------------|
| MOR-1 | | |
| July 2010 | | |
| | CURRENT MONTH | |
| | ACTUAL | PROJECTED |
| CASH BEGINNING OF MONTH | \$ 610,627,498 | \$ - |
| RECEIPTS | | |
| ACCOUNTS RECEIVABLE - THIRD PARTIES | 72,526,510 | |
| ACCOUNTS RECEIVABLE - INTERCOMPANY | 36,410,226 | |
| ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI | - | |
| DIP BORROWINGS | - | |
| TRANSFERS IN - THIRD PARTIES | 1,149,203 | |
| TRANSFERS IN - NONFILING ENTITIES | 4,875,974 | |
| TRANSFERS IN - FILING ENTITY CASH ACCOUNTS | 417,843,483 | |
| MISCELLANEOUS | 2,521,255 | |
| TOTAL RECEIPTS | \$35,325,650 | - |
| DISBURSEMENTS | | |
| PAYROLL | 11,903,012 | |
| PAYROLL TAXES | 5,877,747 | |
| TRADE PAYABLES - THIRD PARTIES | 84,923,093 | |
| TRADE PAYABLES - INTERCOMPANY | - | |
| ACCOUNT SECURITIZATION | - | |
| PAYMENTS AS SERVICER FOR GRPI | - | |
| DIP PRINCIPAL REPAYMENTS | - | |
| DIP INTEREST AND USAGE FEES | - | |
| TRANSFERS OUT - THIRD PARTIES | 14,838,183 | |
| TRANSFERS OUT - NONFILING ENTITIES | 1,391,830 | |
| TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS | 418,299,306 | |
| MISCELLANEOUS | (5,524,666) | |
| TOTAL DISBURSEMENTS | \$31,708,485 | - |
| NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS) | 3,618,165 | - |
| CASH - END OF MONTH | \$ 614,245,664 | \$ - |

Note #1

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Remedium Group, Inc.

Schedule of Cash Receipts and Disbursements

MOR-1

July 1, 2010

| | JP Morgan Chase Depository/Wire 323883842 | JP Morgan Chase Disbursement 601831985 | Other | CURRENT MONTH | |
|--|---|--|-------|----------------|-----------|
| | | | | ACTUAL | PROJECTED |
| CASH BEGINNING OF MONTH | \$ - | \$ (15,698) | \$ - | \$ (15,698) | \$ - |
| RECEIPTS | | | | | |
| ACCOUNTS RECEIVABLE - THIRD PARTIES | | | | | - |
| ACCOUNTS RECEIVABLE - INTERCOMPANY | | | | | - |
| ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI | | | | | - |
| DIP BORROWINGS | | | | | - |
| TRANSFERS IN - THIRD PARTIES | | | | | - |
| TRANSFERS IN - NONFILING ENTITIES | | | | | - |
| TRANSFERS IN - FILING ENTITY CASH ACCOUNTS | | 455,824 | | 455,824 | |
| TOTAL RECEIPTS | | 455,824 | | 455,824 | |
| DISBURSEMENTS | | | | | |
| PAYROLL | | | | | - |
| PAYROLL TAXES | | | | | - |
| TRADE PAYABLES - THIRD PARTIES | | | | | - |
| TRADE PAYABLES - INTERCOMPANY | | | | | - |
| ACCOUNT SECURITIZATION | | | | | - |
| PAYMENTS AS SERVICER FOR GRPI | | | | | - |
| DIP PRINCIPAL REPAYMENTS | | | | | - |
| DIP INTEREST AND USAGE FEES | | | | | - |
| TRANSFERS OUT - THIRD PARTIES | | 525,492 | | 525,492 | |
| TRANSFERS OUT - NONFILING ENTITIES | | | | | - |
| TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS | | | | | - |
| MISCELLANEOUS | | | | | - |
| TOTAL DISBURSEMENTS | | 525,492 | | 525,492 | |
| NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS) | | (69,669) | | (69,669) | |
| CASH - END OF MONTH | \$ - | \$ (85,366) | \$ - | \$ (85,366) | \$ - |

| W.R. Grace & Co. | | JP Morgan Chase Pass Through 323881963 | CURRENT MONTH | |
|--|----------------|--|---------------|-----------|
| | | | ACTUAL | PROJECTED |
| CASH BEGINNING OF MONTH | \$ (0) | | (0) | \$ - |
| RECEIPTS | | | | |
| ACCOUNTS RECEIVABLE - THIRD PARTIES | | | - | |
| ACCOUNTS RECEIVABLE - INTERCOMPANY | | | - | |
| ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI | | | - | |
| DIP BORROWINGS | | | - | |
| TRANSFERS IN - THIRD PARTIES | | | - | |
| TRANSFERS IN - NONFILING ENTITIES | | | - | |
| TRANSFERS IN - FILING ENTITY CASH ACCOUNTS | 455,824 | 455,824 | | |
| TOTAL RECEIPTS | 455,824 | 455,824 | | |
| DISBURSEMENTS | | | | |
| PAYROLL | | | - | |
| PAYROLL TAXES | | | - | |
| TRADE PAYABLES - THIRD PARTIES | | | - | |
| TRADE PAYABLES - INTERCOMPANY | | | - | |
| ACCOUNT SECURITIZATION | | | - | |
| PAYMENTS AS SERVICER FOR GRPI | | | - | |
| DIP PRINCIPAL REPAYMENTS | | | - | |
| DIP INTEREST AND USAGE FEES | | | - | |
| TRANSFERS OUT - THIRD PARTIES | | | - | |
| TRANSFERS OUT - NONFILING ENTITIES | | | - | |
| TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS | 455,824 | 455,824 | | |
| MISCELLANEOUS | | | - | |
| TOTAL DISBURSEMENTS | 455,824 | 455,824 | | |
| NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS) | - | - | | |
| CASH - END OF MONTH | \$ (0) | \$ (0) | \$ - | |

Darex Puerto Rico, Inc.

Schedule of Cash Receipts and Disbursements

MOR-1

July 1, 2010

| | Citibank Operating Acct 300153011 | Petty Cash | Other | Cash-In-Transit | CURRENT MONTH | |
|--|---|---------------|-------------|-----------------|---------------|-----------|
| | | | | | ACTUAL | PROJECTED |
| CASH BEGINNING OF MONTH | \$ 949,374 | \$ - | \$ - | \$ - | \$ 949,374 | \$ - |
| RECEIPTS | | No Activity | No Activity | No Activity | | |
| ACCOUNTS RECEIVABLE - THIRD PARTIES | 200,355 | | | | 200,355 | |
| ACCOUNTS RECEIVABLE - INTERCOMPANY | | | | | - | |
| ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI | | | | | - | |
| DIP BORROWINGS | | | | | - | |
| TRANSFERS IN - THIRD PARTIES | | | | | - | |
| TRANSFERS IN - NONFILING ENTITIES | | | | | - | |
| TRANSFERS IN - FILING ENTITY CASH ACCOUNTS | 48,578 | | | | 48,578 | |
| TOTAL RECEIPTS | 248,933 | - | - | - | 248,933 | - |
| DISBURSEMENTS | | | | | | |
| PAYROLL | 5,903 | | | | 5,903 | |
| PAYROLL TAXES | 2,074 | | | | 2,074 | |
| TRADE PAYABLES - THIRD PARTIES | 136,944 | | | | 136,944 | |
| TRADE PAYABLES - INTERCOMPANY | | | | | - | |
| ACCOUNT SECURITIZATION | | | | | - | |
| PAYMENTS AS SERVICER FOR GRPI | | | | | - | |
| DIP PRINCIPAL REPAYMENTS | | | | | - | |
| DIP INTEREST AND USAGE FEES | | | | | - | |
| TRANSFERS OUT - THIRD PARTIES | | | | | - | |
| TRANSFERS OUT - NONFILING ENTITIES | | | | | - | |
| TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS | 48,578 | | | | 48,578 | |
| MISCELLANEOUS | | | | | - | |
| TOTAL DISBURSEMENTS | 193,499 | - | - | - | 193,499 | - |
| NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS) | 55,434 | - | - | - | 55,434 | - |
| CASH - END OF MONTH | \$ 1,004,808 | \$ - | \$ - | \$ - | \$ 1,004,808 | \$ - |

Grace International Holdings

Schedule of Cash Receipts and Disbursements

MOR-1

July 1, 2010

| | Grace International Holdings 323136524 | CURRENT MONTH | |
|--|---|---------------|-----------|
| | | ACTUAL | PROJECTED |
| CASH BEGINNING OF MONTH | \$ - | \$ - | \$ - |
| RECEIPTS | | | |
| ACCOUNTS RECEIVABLE - THIRD PARTIES | | | - |
| ACCOUNTS RECEIVABLE - INTERCOMPANY | | | - |
| ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI | | | - |
| DIP BORROWINGS | | | - |
| TRANSFERS IN - THIRD PARTIES | | | - |
| TRANSFERS IN - NONFILING ENTITIES | | | - |
| TRANSFERS IN - FILING ENTITY CASH ACCOUNTS | | | - |
| TOTAL RECEIPTS | | | - |
| DISBURSEMENTS | | | |
| PAYROLL | | | - |
| PAYROLL TAXES | | | - |
| TRADE PAYABLES - THIRD PARTIES | | | - |
| TRADE PAYABLES - INTERCOMPANY | | | - |
| ACCOUNT SECURITIZATION | | | - |
| PAYMENTS AS SERVICER FOR GRPI | | | - |
| DIP PRINCIPAL REPAYMENTS | | | - |
| DIP INTEREST AND USAGE FEES | | | - |
| TRANSFERS OUT - THIRD PARTIES | | | - |
| TRANSFERS OUT - NONFILING ENTITIES | | | - |
| TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS | | | - |
| MISCELLANEOUS | | | - |
| TOTAL DISBURSEMENTS | | | - |
| NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS) | | | - |
| CASH - END OF MONTH | \$ - | \$ - | \$ - |

| CC Partners | | First Union Deposit Acct 2199500031802 | CURRENT MONTH | |
|--|--|--|---------------|-----------|
| | | | ACTUAL | PROJECTED |
| CASH BEGINNING OF MONTH | | \$ - | \$ - | |
| RECEIPTS | | No Activity | | |
| ACCOUNTS RECEIVABLE - THIRD PARTIES | | | | |
| ACCOUNTS RECEIVABLE - INTERCOMPANY | | | | |
| ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI | | | | |
| DIP BORROWINGS | | | | |
| TRANSFERS IN - THIRD PARTIES | | | | |
| TRANSFERS IN - NONFILING ENTITIES | | | | |
| TRANSFERS IN - FILING ENTITY CASH ACCOUNTS | | | | |
| TOTAL RECEIPTS | | - | - | - |
| DISBURSEMENTS | | | | |
| PAYROLL | | | | |
| PAYROLL TAXES | | | | |
| TRADE PAYABLES - THIRD PARTIES | | | | |
| TRADE PAYABLES - INTERCOMPANY | | | | |
| ACCOUNT SECURITIZATION | | | | |
| PAYMENTS AS SERVICER FOR GRPI | | | | |
| DIP PRINCIPAL REPAYMENTS | | | | |
| DIP INTEREST AND USAGE FEES | | | | |
| TRANSFERS OUT - THIRD PARTIES | | | | |
| TRANSFERS OUT - NONFILING ENTITIES | | | | |
| TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS | | | | |
| MISCELLANEOUS | | | | |
| TOTAL DISBURSEMENTS | | - | - | - |
| NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS) | | - | | |
| CASH - END OF MONTH | | \$ - | \$ - | \$ - |

| Kootenai Development Company Schedule of Cash Receipts and Disbursements MOR-1 July 1, 2010 | | First National Bank of Montana 1049097 | CURRENT MONTH | |
|--|-----------|--|---------------|-----------|
| | | | ACTUAL | PROJECTED |
| CASH BEGINNING OF MONTH | \$ 39,082 | | 39,082 | \$ - |
| RECEIPTS | | | | |
| ACCOUNTS RECEIVABLE - THIRD PARTIES | | | - | |
| ACCOUNTS RECEIVABLE - INTERCOMPANY | | | - | |
| ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI | | | - | |
| DIP BORROWINGS | | | - | |
| TRANSFERS IN - THIRD PARTIES | | | - | |
| TRANSFERS IN - NONFILING ENTITIES | | | - | |
| TRANSFERS IN - FILING ENTITY CASH ACCOUNTS | | | - | |
| TOTAL RECEIPTS | | - | - | - |
| DISBURSEMENTS | | | | |
| PAYROLL | | | - | |
| PAYROLL TAXES | | | - | |
| TRADE PAYABLES - THIRD PARTIES | | | - | |
| TRADE PAYABLES - INTERCOMPANY | | | - | |
| ACCOUNT SECURITIZATION | | | - | |
| PAYMENTS AS SERVICER FOR GRPI | | | - | |
| DIP PRINCIPAL REPAYMENTS | | | - | |
| DIP INTEREST AND USAGE FEES | | | - | |
| TRANSFERS OUT - THIRD PARTIES | 21,491 | | 21,491 | |
| TRANSFERS OUT - NONFILING ENTITIES | | | - | |
| TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS | | | - | |
| MISCELLANEOUS | 18 | | 18 | |
| TOTAL DISBURSEMENTS | 21,509 | | 21,509 | - |
| NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS) | | (21,509) | (21,509) | - |
| CASH - END OF MONTH | \$ 17,573 | | \$ 17,573 | \$ - |

| Grace Europe, Inc. | | Barclays Bank PLC | CURRENT MONTH | |
|--|-------------|----------------------|---------------|-----------|
| | | | ACTUAL | PROJECTED |
| CASH BEGINNING OF MONTH | \$ - | | \$ - | |
| RECEIPTS | No Activity | | | |
| ACCOUNTS RECEIVABLE - THIRD PARTIES | | | - | |
| ACCOUNTS RECEIVABLE - INTERCOMPANY | | | - | |
| ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI | | | - | |
| DIP BORROWINGS | | | - | |
| TRANSFERS IN - THIRD PARTIES | | | - | |
| TRANSFERS IN - NONFILING ENTITIES | | | - | |
| TRANSFERS IN - FILING ENTITY CASH ACCOUNTS | | | - | |
| TOTAL RECEIPTS | - | | - | |
| DISBURSEMENTS | | | | |
| PAYROLL | | | - | |
| PAYROLL TAXES | | | - | |
| TRADE PAYABLES - THIRD PARTIES | | | - | |
| TRADE PAYABLES - INTERCOMPANY | | | - | |
| ACCOUNT SECURITIZATION | | | - | |
| PAYMENTS AS SERVICER FOR GRPI | | | - | |
| DIP PRINCIPAL REPAYMENTS | | | - | |
| DIP INTEREST AND USAGE FEES | | | - | |
| TRANSFERS OUT - THIRD PARTIES | | | - | |
| TRANSFERS OUT - NONFILING ENTITIES | | | - | |
| TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS | | | - | |
| MISCELLANEOUS | | | - | |
| TOTAL DISBURSEMENTS | - | | - | |
| NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS) | - | | - | |
| CASH - END OF MONTH | \$ - | \$ - | \$ - | \$ - |

| Gloucester New Communities Company, Inc. | | | |
|--|-----------------|---------------|-----------|
| Schedule of Cash Receipts and Disbursements | | | |
| MOR-1 | | | |
| July 1, 2010 | | | |
| | Cash On Hand | CURRENT MONTH | |
| | | ACTUAL | PROJECTED |
| CASH BEGINNING OF MONTH | \$ 500 | 500 | \$ - |
| RECEIPTS | No Activity | | |
| ACCOUNTS RECEIVABLE - THIRD PARTIES | | - | |
| ACCOUNTS RECEIVABLE - INTERCOMPANY | | - | |
| ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI | | - | |
| DIP BORROWINGS | | - | |
| TRANSFERS IN - THIRD PARTIES | | - | |
| TRANSFERS IN - NONFILING ENTITIES | | - | |
| TRANSFERS IN - FILING ENTITY CASH ACCOUNTS | | - | |
| TOTAL RECEIPTS | - | - | - |
| DISBURSEMENTS | | | |
| PAYROLL | | - | |
| PAYROLL TAXES | | - | |
| TRADE PAYABLES - THIRD PARTIES | | - | |
| TRADE PAYABLES - INTERCOMPANY | | - | |
| ACCOUNT SECURITIZATION | | - | |
| PAYMENTS AS SERVICER FOR GRPI | | - | |
| DIP PRINCIPAL REPAYMENTS | | - | |
| DIP INTEREST AND USAGE FEES | | - | |
| TRANSFERS OUT - THIRD PARTIES | | - | |
| TRANSFERS OUT - NONFILING ENTITIES | | - | |
| TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS | | - | |
| MISCELLANEOUS | | - | |
| TOTAL DISBURSEMENTS | - | - | - |
| NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS) | - | - | - |
| CASH - END OF MONTH | \$ 500 | \$ 500 | \$ - |

| Dewey & Almy, LLC Schedule of Cash Receipts and Disbursements | | | |
|--|---------------|---------------|-----------|
| MOR-1 July 1, 2010 | | | |
| | Miscellaneous | CURRENT MONTH | |
| | | ACTUAL | PROJECTED |
| CASH BEGINNING OF MONTH | \$ - | - | \$ - |
| RECEIPTS | No Activity | | |
| ACCOUNTS RECEIVABLE - THIRD PARTIES | | - | |
| ACCOUNTS RECEIVABLE - INTERCOMPANY | | - | |
| ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI | | - | |
| DIP BORROWINGS | | - | |
| TRANSFERS IN - THIRD PARTIES | | - | |
| TRANSFERS IN - NONFILING ENTITIES | | - | |
| TRANSFERS IN - FILING ENTITY CASH ACCOUNTS | | - | |
| TOTAL RECEIPTS | - | - | - |
| DISBURSEMENTS | | | |
| PAYROLL | | - | |
| PAYROLL TAXES | | - | |
| TRADE PAYABLES - THIRD PARTIES | | - | |
| TRADE PAYABLES - INTERCOMPANY | | - | |
| ACCOUNT SECURITIZATION | | - | |
| PAYMENTS AS SERVICER FOR GRPI | | - | |
| DIP PRINCIPAL REPAYMENTS | | - | |
| DIP INTEREST AND USAGE FEES | | - | |
| TRANSFERS OUT - THIRD PARTIES | | - | |
| TRANSFERS OUT - NONFILING ENTITIES | | - | |
| TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS | | - | |
| MISCELLANEOUS | | - | |
| TOTAL DISBURSEMENTS | - | - | - |
| NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS) | - | - | - |
| CASH - END OF MONTH | \$ - | \$ - | \$ - |

July 31, 2010

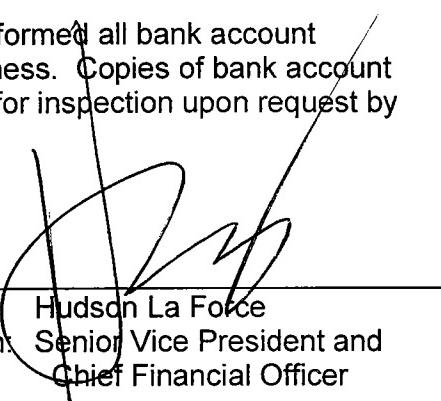
Office of the United States Trustee

Subject: Attestation Regarding Bank Account Reconciliations

The debtor, W. R. Grace & Co, et al, hereby submits this attestation regarding bank account reconciliations in lieu of providing copies of bank statements and copies of all account reconciliations.

The debtor has, on a timely basis, performed all bank account reconciliations in the ordinary course of business. Copies of bank account statements and reconciliations are available for inspection upon request by the United States Trustee's Office.

Name: Hudson La Force
Position: Senior Vice President and
Chief Financial Officer



Sworn to and Subscribed
before me on this 1st
day of September, 2010.

LEAH ANGLE
NOTARY PUBLIC STATE OF MARYLAND
My Commission Expires September 13, 2011

Leah Reynolds commissioned as
Leah Angle

W.R. Grace & Co. - Chapter 11 Filing Entities

Combining Statement of Operations

MOR - 2

Month Ended July 31, 2010

| | W.R. Grace & Co. - Conn. | W.R. Grace & Co. | Remedium Group, Inc. | CCHP, Inc. | CC Partners | Grace Washington, Inc. | Litigation Management, Inc. | Grace Europe, Inc. | L.B. Realty, Inc. |
|--|--------------------------|---------------------|----------------------|------------------|-------------------|------------------------|-----------------------------|--------------------|-------------------|
| IRIS numbers: | all Conn* | 005 | 063 | 074 | 078 | 197 | 317 | 407/702 | 495 |
| Net sales to third parties | \$ 68,960,320 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Net sales to non-filing entities | 28,120,024 | - | - | - | - | - | - | - | - |
| Net sales to filing entities | 80,083 | - | - | - | - | - | - | - | - |
| Interest and royalties from non-filing entities, net | 8,758,564 | - | - | - | - | - | - | - | - |
| Interest and royalties from filing entities, net | 436,410 | 5,141,631 | 762,559 | 19,173 | 845,233 | - | 2,602,915 | - | - |
| | 106,355,401 | 5,141,631 | 762,559 | 19,173 | 845,233 | - | 2,602,915 | - | - |
| Cost of goods sold to third parties | 42,410,169 | - | - | - | - | - | - | - | - |
| Cost of goods sold to non-filing entities | 18,421,850 | - | - | - | - | - | - | - | - |
| Cost of goods sold to filing entities | (132,683) | - | - | - | - | - | - | - | - |
| Cost of goods sold to related parties | (341,322) | - | - | - | - | - | - | - | - |
| Selling, general and administrative expenses | 21,541,928 | - | (1,848) | - | - | 21,000 | - | - | - |
| Restructuring expenses | - | - | - | - | - | - | - | - | - |
| Research and development expenses | 2,918,884 | - | - | - | - | - | - | - | - |
| Defined benefit pension expense | 4,774,949 | - | - | - | - | - | - | - | - |
| Depreciation and amortization | 4,230,903 | - | 1,848 | - | - | - | - | - | - |
| Interest expense | 3,352,386 | - | - | - | - | - | - | - | - |
| Other expense (income), net | (4,076,491) | - | (169) | - | - | - | - | - | - |
| Chapter 11 reorganization expenses, net of interest income | 1,814,490 | - | - | - | - | - | - | - | - |
| | 94,915,063 | - | (169) | - | - | 21,000 | - | - | - |
| (Loss) income before income taxes, noncontrolling interest and equity in net income of non-filing entities | 11,440,339 | 5,141,631 | 762,728 | 19,173 | 845,233 | (21,000) | 2,602,915 | - | - |
| (Provision for) benefit from income taxes | (436,810) | (1,799,571) | (226,916) | (6,711) | (295,832) | (1,890) | (911,020) | - | - |
| Noncontrolling interest in income of subsidiary | - | - | - | - | - | - | - | - | - |
| Equity in net income of non-filing entities | - | - | - | - | - | - | - | - | - |
| Net (loss) income | \$ 11,003,529 | \$ 3,342,060 | \$ 535,812 | \$ 12,462 | \$ 549,401 | \$ (22,890) | \$ 1,691,895 | \$ - | \$ - |

Note #2

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W.R. Grace & Co. - Conn.

W.R. Grace & Co. - Chapter 11 Filing Entities

Combining Statement of Operations

MOR - 2

Month Ended July 31, 2010

| | Grace International Holdings, Inc. | Darex Puerto Rico, Inc. | Alewife Land Corporation | Alewife Boston, Ltd. | Five Alewife Boston Ltd. | GN Holdings, Inc. | MRA Holdings Corp. | MRA Intermedco, Inc. | MRA Staffing Systems, Inc. |
|--|------------------------------------|-------------------------|--------------------------|----------------------|--------------------------|-------------------|--------------------|----------------------|----------------------------|
| IR/S numbers | 543 | 798 | 069 | 070 | 71 | 073 | 075 | 076 | 077 |
| Net sales to third parties | \$ - | \$ 183,215 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Net sales to non-filing entities | - | - | - | - | - | - | - | - | - |
| Net sales to filing entities | - | - | - | - | - | - | - | - | - |
| Interest and royalties from non-filing entities, net | - | - | - | - | - | - | - | - | - |
| Interest and royalties from filing entities, net | - | - | - | - | - | - | - | - | - |
| Cost of goods sold to third parties | 2,477,388 | 183,215 | - | - | - | - | - | - | - |
| Cost of goods sold to non-filing entities | - | 84,437 | 2,900 | - | - | - | - | - | - |
| Cost of goods sold to filing entities | - | - | - | - | - | - | - | - | - |
| Cost of goods sold to related parties | - | - | - | - | - | - | - | - | - |
| Selling, general and administrative expenses | - | 61,190 | - | - | - | - | - | - | - |
| Restructuring expenses | - | - | - | - | - | - | - | - | - |
| Research and development expenses | - | - | - | - | - | - | - | - | - |
| Defined benefit pension expense | - | 68,877 | - | - | - | - | - | - | - |
| Depreciation and amortization | - | - | - | - | - | - | - | - | - |
| Interest expense | - | (120) | - | - | - | - | - | - | - |
| Other expense (income), net | - | - | - | - | - | - | - | - | - |
| Chapter 11 reorganization expenses, net of interest income | - | - | - | - | - | - | - | - | - |
| (Loss) income before income taxes, noncontrolling interest and equity in net income of non-filing entities | 214,384 | 2,900 | - | - | - | - | - | - | - |
| (Provision for) benefit from income taxes | 2,477,388 | (31,169) | (2,900) | - | - | - | - | - | - |
| Noncontrolling interest in income of subsidiary | 192,233 | 15,441 | 1,015 | - | - | - | - | - | - |
| Equity in net income of non-filing entities | - | - | - | - | - | - | - | - | - |
| Net (loss) income | \$ 2,669,621 | \$ (15,728) | \$ (1,885) | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |

Note #2

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W.R. Grace & Co. - Conn.

W.R. Grace & Co. - Chapter 11 Filing Entities

Combining Statement of Operations

MOR - 2

Month Ended July 31, 2010

| | Koolera Development Company | CB Biomedical, Inc. | Amicon, Inc. | Grace Environmental, Inc. | Grace Chemical Company of Cuba | Southern Oil, Resin & Fiberglass, Inc. | Guanica- Caribe Land Development Corporation | Dewey & Almy, LLC | A-1 Bit & Tool Co., Inc. |
|--|-----------------------------------|------------------------|--------------|---------------------------------|---|--|---|----------------------|-----------------------------|
| IRS numbers: | 079 | 125 | 174 | 198 | 305 | 318 | 376 | 406/408 | 458 |
| Net sales to third parties | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Net sales to non-filing entities | - | - | - | - | - | - | - | - | - |
| Net sales to filing entities | - | - | - | - | - | - | - | - | - |
| Interest and royalties from non-filing entities, net | - | - | - | - | - | - | - | - | - |
| Interest and royalties from filing entities, net | - | - | - | - | - | - | - | - | - |
| Cost of goods sold to third parties | - | - | - | - | - | - | - | - | - |
| Cost of goods sold to non-filing entities | - | - | - | - | - | - | - | - | - |
| Cost of goods sold to filing entities | - | - | - | - | - | - | - | - | - |
| Cost of goods sold to related parties | - | - | - | - | - | - | - | - | - |
| Selling, general and administrative expenses | 21,509 | - | - | - | - | - | - | - | - |
| Restructuring expenses | - | - | - | - | - | - | - | - | - |
| Research and development expenses | - | - | - | - | - | - | - | - | - |
| Defined benefit pension expense | - | - | - | - | - | - | - | - | - |
| Depreciation and amortization | 314 | - | - | - | - | - | - | - | - |
| Interest expense | - | - | - | - | - | - | - | - | - |
| Other expense (income), net | - | - | - | - | - | - | - | - | - |
| Chapter 11 reorganization expenses, net of interest income | - | - | - | - | - | - | - | - | - |
| (Loss) income before income taxes, noncontrolling interest and equity in net income of non-filing entities | 21,823 | - | - | - | - | - | - | - | - |
| (Provision for) benefit from income taxes | (21,823) | - | - | - | - | - | - | - | - |
| Noncontrolling interest in income of subsidiary | 7,638 | - | - | - | - | - | - | - | - |
| Equity in net income of non-filing entities | - | - | - | - | - | - | - | - | - |
| Net (loss) income | \$ (14,185) | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |

Note #2

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W.R. Grace & Co. - Conn.

W.R. Grace & Co. - Chapter 11 Filing Entities

Combining Statement of Operations

MOR - 2

Month Ended July 31, 2010

| | Grace Tarpon Investors, Inc. | G C Limited Partners I, Inc. | Monolith Enterprises, Incorporated | Grace Culinary Systems, Inc. | Grace Hotel Services Corporation | Monroe Street Inc. | Grace H-G Inc. | Hanover Square Corporation | Ecarg, Inc. |
|--|---------------------------------|---------------------------------|--|---------------------------------|--|-----------------------|----------------|----------------------------------|-------------|
| IRIS numbers | 462 | 465 | 477 | 479 | 480 | 481 | 506 | 516 | 519 |
| Net sales to third parties | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Net sales to non-filing entities | - | - | - | - | - | - | - | - | - |
| Net sales to filing entities | - | - | - | - | - | - | - | - | - |
| Interest and royalties from non-filing entities, net | - | - | - | - | - | - | - | - | - |
| Interest and royalties from filing entities, net | - | - | - | - | - | - | - | - | - |
| Cost of goods sold to third parties | - | - | - | - | - | - | - | - | - |
| Cost of goods sold to non-filing entities | - | - | - | - | - | - | - | - | - |
| Cost of goods sold to filing entities | - | - | - | - | - | - | - | - | - |
| Cost of goods sold to related parties | - | - | - | - | - | - | - | - | - |
| Selling, general and administrative expenses | - | - | - | - | - | - | - | - | - |
| Restructuring expenses | - | - | - | - | - | - | - | - | - |
| Research and development expenses | - | - | - | - | - | - | - | - | - |
| Defined benefit pension expense | - | - | - | - | - | - | - | - | - |
| Depreciation and amortization | - | - | - | - | - | - | - | - | - |
| Interest expense | - | - | - | - | - | - | - | - | - |
| Other expense (income), net | - | - | - | - | - | - | - | - | - |
| Chapter 11 reorganization expenses, net of interest income | - | - | - | - | - | - | - | - | - |
| (Loss) income before income taxes, noncontrolling interest and equity in net income of non-filing entities | - | - | - | - | - | - | - | - | - |
| (Provision for) benefit from income taxes | - | - | - | - | - | - | - | - | - |
| Noncontrolling interest in income of subsidiary | - | - | - | - | - | - | - | - | - |
| Equity in net income of non-filing entities | - | - | - | - | - | - | - | - | - |
| Net (loss) income | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |

Note #2

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W. R. Grace & Co. - Conn.

W.R. Grace & Co. - Chapter 11 Filing Entities

Combining Statement of Operations

MOR - 2

Month Ended July 31, 2010

| | W.R. Grace Land Corporation | G.C. Management Inc. | Water Street Corporation | Del Taco Restaurants, Inc. | W.R. Grace Capital Corporation | Gloucester New Communities Company, Inc. | Creative Food N' Fun Company | Grace PAR Corporation | Grace A-B Inc. |
|--|-----------------------------------|----------------------------|-----------------------------|----------------------------------|--------------------------------------|---|------------------------------------|--------------------------|----------------|
| IRS numbers | 523 | 539 | 548 | 557 | 563 | 572 | 587 | 621 | 625 |
| Net sales to third parties | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Net sales to non-filing entities | - | - | - | - | - | - | - | - | - |
| Net sales to filing entities | - | - | - | - | - | - | - | - | - |
| Interest and royalties from non-filing entities, net | - | - | - | - | - | - | - | - | - |
| Interest and royalties from filing entities, net | - | - | - | - | - | - | - | - | - |
| Cost of goods sold to third parties | - | - | - | - | - | - | - | - | - |
| Cost of goods sold to non-filing entities | - | - | - | - | - | - | - | - | - |
| Cost of goods sold to filing entities | - | - | - | - | - | - | - | - | - |
| Cost of goods sold to related parties | - | - | - | - | - | - | - | - | - |
| Selling, general and administrative expenses | - | - | - | - | - | - | - | - | - |
| Restructuring expenses | - | - | - | - | - | - | - | - | - |
| Research and development expenses | - | - | - | - | - | - | - | - | - |
| Defined benefit pension expense | - | - | - | - | - | - | - | - | - |
| Depreciation and amortization | - | - | - | - | - | - | - | - | - |
| Interest expense | - | - | - | - | - | - | - | - | - |
| Other expense (income), net | - | - | - | - | - | - | - | - | - |
| Chapter 11 reorganization expenses, net of interest income | - | - | - | - | - | - | - | - | - |
| (Loss) income before income taxes, noncontrolling interest and equity in net income of non-filing entities | - | - | - | - | - | - | - | - | - |
| (Provision for) benefit from income taxes | - | - | - | - | - | - | - | - | - |
| Noncontrolling interest in income of subsidiary | - | - | - | - | - | - | - | - | - |
| Equity in net income of non-filing entities | - | - | - | - | - | - | - | - | - |
| Net (loss) income | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |

Note #2

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W.R. Grace & Co. - Conn.

W.R. Grace & Co. - Chapter 11 Filing Entities

Combining Statement of Operations

MOR - 2

Month Ended July 31, 2010

| | Homco International, Inc. | GPC Thomasville Corp. | Grace Ventures Corp. | Grace Energy Corporation | GEC Management Corporation | Grace Offshore Company | Coagrace, Inc. | Grace A-B II Inc. | Grace H-G II Inc. |
|--|------------------------------|-----------------------------|-------------------------|-----------------------------|----------------------------------|------------------------------|----------------|----------------------|----------------------|
| IRIS numbers | 631 | 637 | 664 | 681 | 689 | 822 | 824 | 827 | 828 |
| Net sales to third parties | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Net sales to non-filing entities | - | - | - | - | - | - | - | - | - |
| Net sales to filing entities | - | - | - | - | - | - | - | - | - |
| Interest and royalties from non-filing entities, net | - | - | - | - | - | - | - | - | - |
| Interest and royalties from filing entities, net | - | - | - | - | - | - | - | - | - |
| Cost of goods sold to third parties | - | - | - | - | - | - | - | - | - |
| Cost of goods sold to non-filing entities | - | - | - | - | - | - | - | - | - |
| Cost of goods sold to filing entities | - | - | - | - | - | - | - | - | - |
| Cost of goods sold to related parties | - | - | - | - | - | - | - | - | - |
| Selling, general and administrative expenses | - | - | - | - | - | - | - | - | - |
| Restructuring expenses | - | - | - | - | - | - | - | - | - |
| Research and development expenses | - | - | - | - | - | - | - | - | - |
| Defined benefit pension expense | - | - | - | - | - | - | - | - | - |
| Depreciation and amortization | - | - | - | - | - | - | - | - | - |
| Interest expense | - | - | - | - | - | - | - | - | - |
| Other expense (income), net | - | - | - | - | - | - | - | - | - |
| Chapter 11 reorganization expenses, net of interest income | - | - | - | - | - | - | - | - | - |
| (Loss) income before income taxes, noncontrolling interest and equity in net income of non-filing entities | - | - | - | - | - | - | - | - | - |
| (Provision for) benefit from income taxes | - | - | - | - | - | - | - | - | - |
| Noncontrolling interest in income of subsidiary | - | - | - | - | - | - | - | - | - |
| Equity in net income of non-filing entities | - | - | - | - | - | - | - | - | - |
| Net (loss) income | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |

Note #2

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W.R. Grace & Co. - Conn.

W.R. Grace & Co. - Chapter 11 Filing Entities

Combining Statement of Operations

MOR - 2

Month Ended July 31, 2010

| | Coalgate II, Inc. | Graco II, Inc. | Graco II, Inc. | Grace Drilling Company | Grace Petroleum Libya Incorporated | Axial Basin Ranch Company | Hayden-Gulch West Coal Company | H-G Coal Company |
|--|----------------------|----------------|----------------|---------------------------|--|---------------------------------|--------------------------------------|---------------------|
| IRS numbers | 835 | 848 | 656 | 877 | 880 | na | na | na |
| Net sales to third parties | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Net sales to non-filing entities | - | - | - | - | - | - | - | - |
| Net sales to filing entities | - | - | - | - | - | - | - | - |
| Interest and royalties from non-filing entities, net | - | - | - | - | - | - | - | - |
| Interest and royalties from filing entities, net | - | - | - | - | - | - | - | - |
| Cost of goods sold to third parties | - | - | - | - | - | - | - | - |
| Cost of goods sold to non-filing entities | - | - | - | - | - | - | - | - |
| Cost of goods sold to filing entities | - | - | - | - | - | - | - | - |
| Cost of goods sold to related parties | - | - | - | - | - | - | - | - |
| Selling, general and administrative expenses | - | - | - | - | - | - | - | - |
| Restructuring expenses | - | - | - | - | - | - | - | - |
| Research and development expenses | - | - | - | - | - | - | - | - |
| Defined benefit pension expense | - | - | - | - | - | - | - | - |
| Depreciation and amortization | - | - | - | - | - | - | - | - |
| Interest expense | - | - | - | - | - | - | - | - |
| Other expense (income), net | - | - | - | - | - | - | - | - |
| Chapter 11 reorganization expenses, net of interest income | - | - | - | - | - | - | - | - |
| (Loss) income before income taxes, noncontrolling interest and equity in net income of non-filing entities | - | - | - | - | - | - | - | - |
| (Provision for) benefit from income taxes | - | - | - | - | - | - | - | - |
| Noncontrolling interest in income of subsidiary | - | - | - | - | - | - | - | - |
| Equity in net income of non-filing entities | - | - | - | - | - | - | - | - |
| Net (loss) income | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |

Note #2

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W.R. Grace & Co. - Conn.

| W.R. Grace & Co. - Chapter 11 Filing Entities Combining Statement of Operations MOR - 2 Month Ended July 31, 2010 | | | |
|--|--|--------------------------------|-----------------------------|
| IRIS numbers | Eliminations between Filing Entities | Conversion to Equity Method | COMBINED FILING ENTITIES |
| | LEVEL 2 | BNF/L3/M1 | |
| Net sales to third parties | \$ - | \$ - | \$ 69,143,534 |
| Net sales to non-filing entities | - | - | \$ 28,120,024 |
| Net sales to filing entities | (80,083) | - | \$ - |
| Interest and royalties from non-filing entities, net | - | - | \$ 8,758,564 |
| Interest and royalties from filing entities, net | (12,285,307) | - | \$ - |
| | (12,365,391) | - | \$ 106,022,123 |
| Cost of goods sold to third parties | - | - | \$ 42,497,506 |
| Cost of goods sold to non-filing entities | - | - | \$ 18,421,850 |
| Cost of goods sold to filing entities | 132,683 | - | \$ - |
| Cost of goods sold to related parties | - | - | \$ (341,322) |
| Selling, general and administrative expenses | - | - | \$ 21,643,779 |
| Restructuring expenses | - | - | \$ - |
| Research and development expenses | - | - | \$ 2,918,884 |
| Defined benefit pension expense | - | - | \$ 4,774,949 |
| Depreciation and amortization | - | - | \$ 4,301,942 |
| Interest expense | - | - | \$ 3,352,386 |
| Other expense (income), net | - | - | \$ (4,076,781) |
| Chapter 11 reorganization expenses, net of interest income | - | - | \$ 1,814,490 |
| | 132,683 | - | \$ 95,307,683 |
| (Loss) income before income taxes, noncontrolling interest and equity in net income of non-filing entities | (12,498,074) | - | \$ 10,714,440 |
| (Provision for) benefit from income taxes | - | - | \$ (3,462,423) |
| Noncontrolling interest in income of subsidiary | - | - | \$ - |
| Equity in net income of non-filing entities | - | 8,345,677 | \$ 8,345,678 |
| Net (loss) income | \$ (12,498,074) | \$ 8,345,677 | \$ 15,597,694 |

Note #2

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W.R. Grace & Co. - Conn.

W. R. Grace & Co. - Chapter 11 Filing Entities

Combining Balance Sheet

MOR - 3

July 31, 2010

| | W. R. Grace & Co. - Conn | W. R. Grace & Co. | Remedium Group, Inc. | CCHP, Inc. | CC Partners |
|--|--------------------------|-------------------------|-----------------------|----------------------|-----------------------|
| ASSETS | | | | | |
| Current Assets | | | | | |
| Cash and cash equivalents | \$ 614,245,664 | \$ - | \$ (85,366) | \$ - | \$ - |
| Restricted cash and cash equivalents as collateral for letter of credit facility | 76,050,000 | - | - | - | - |
| Cash value of life insurance policies, net of policy loans | - | - | - | - | - |
| Accounts and other receivables, net | 111,722,448 | - | - | - | - |
| Accounts receivable - related party | 3,341,017 | - | - | - | - |
| Receivables from/(payables to) filing and non-filing entities, net | 305,156,960 | (317,941,640) | (26,558,044) | 12,872,292 | (69,845,902) |
| Inventories | 105,066,072 | - | - | - | - |
| Deferred income taxes | 28,202,485 | - | (1,690,166) | - | - |
| Other current assets | 20,060,176 | - | - | - | - |
| Total Current Assets | 1,263,844,821 | (317,941,640) | (28,333,576) | 12,872,292 | (69,845,902) |
| Properties and equipment, net | 386,631,763 | - | 298,857 | - | - |
| Goodwill | 24,063,463 | - | - | - | - |
| Deferred income taxes | 995,978,471 | - | 23,348,418 | - | - |
| Asbestos-related insurance receivable | 500,000,000 | - | - | - | - |
| Loans receivable from/(payable to) filing and non-filing entities, net | (1,895,808,364) | 1,205,503,007 | 119,507,472 | 6,336,156 | 275,136,745 |
| Investment in filing and non-filing entities | 1,143,995,771 | 241,512,111 | - | - | - |
| Overfunded defined benefit pension plans | 210,848 | - | - | - | - |
| Investment of unconsolidated affiliates | 58,282,475 | - | - | - | - |
| Other assets | 59,078,265 | - | - | - | - |
| Total Assets | \$ 2,536,277,513 | \$ 1,129,073,478 | \$ 114,821,170 | \$ 19,208,448 | \$ 205,290,843 |
| LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT) | | | | | |
| Liabilities Not Subject to Compromise | | | | | |
| Current Liabilities | | | | | |
| Debt payable within one year | \$ 204,678 | - | \$ - | \$ - | \$ - |
| Debt payable - related party | 1,783,564 | - | - | - | - |
| Accounts payable | 83,084,056 | - | 268,358 | - | - |
| Accounts payable - related party | - | - | - | - | - |
| Income taxes payable | 1,645,326 | - | - | - | - |
| Asbestos-related liability expected to be disbursed within one year | - | - | - | - | - |
| Other current liabilities | 96,082,300 | - | (40,284) | - | - |
| Total Current Liabilities | 182,799,925 | - | 228,074 | - | - |
| Debt payable after one year | 147,774 | - | - | - | - |
| Debt payable - related party | 12,011,910 | - | - | - | - |
| Underfunded defined benefit pension plans | 418,251,891 | - | - | - | - |
| Other liabilities | 30,299,966 | - | - | - | - |
| Total Liabilities Not Subject to Compromise | 833,482,469 | - | 228,074 | - | - |
| Liabilities Subject to Compromise | | | | | |
| Debt, pre-petition plus accrued interest | 866,658,132 | - | - | - | - |
| Drawn letters of credit plus accrued interest | 32,170,312 | - | - | - | - |
| Income tax contingences | (179,344,433) | 141,029,850 | (10,351,401) | 597,580 | 26,913,194 |
| Asbestos-related contingences | 1,700,000,000 | - | - | - | - |
| Environmental contingences | 83,156,750 | - | 61,880,721 | - | - |
| Postretirement benefits | 176,708,685 | - | - | - | - |
| Other liabilities and accrued interest | 143,491,445 | - | 656,146 | - | - |
| Total Liabilities Subject to Compromise | 2,822,840,892 | 141,029,850 | 52,185,466 | 597,580 | 26,913,194 |
| Total Liabilities | 3,656,323,361 | 141,029,850 | 52,413,540 | 597,580 | 26,913,194 |
| Equity (Deficit) | | | | | |
| Preferred stock | - | - | - | - | - |
| Common stock | 83,968,960 | 841,617 | 12,223 | 1,000 | - |
| Paid in capital | 144,899,878 | 445,761,080 | 9,724,449 | 34,052,467 | 56,011,577 |
| (Accumulated deficit)/Retained earnings | (784,915,595) | 591,406,130 | 52,670,958 | (15,442,599) | 122,366,072 |
| Treasury stock, at cost | - | (49,965,298) | - | - | - |
| Accumulated other comprehensive (loss) income | (564,129,091) | 100 | - | - | - |
| Total W.R. Grace & Co. - Chapter 11 Filing Entities Equity (Deficit) | (1,120,175,848) | 988,043,628 | 62,407,630 | 18,610,668 | 178,377,649 |
| Noncontrolling interest | 130,000 | - | - | - | - |
| Total Equity (Deficit) | (1,120,045,848) | 988,043,628 | 62,407,630 | 18,610,668 | 178,377,649 |
| Total Liabilities and Equity (Deficit) | \$ 2,536,277,513 | \$ 1,129,073,478 | \$ 114,821,170 | \$ 19,208,448 | \$ 205,290,843 |

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W. R. Grace & Co. - Chapter 11 Filing Entities

Combining Balance Sheet

MOR - 3

July 31, 2010

| | Grace Washington, Inc. | Litigation Management, Inc. | Grace Europe, Inc. | L B Realty, Inc. | Grace International Holdings, Inc. | Darex Puerto Rico, Inc. |
|--|---------------------------|--------------------------------|---------------------|-----------------------|---------------------------------------|----------------------------|
| ASSETS | | | | | | |
| Current Assets | | | | | | |
| Cash and cash equivalents | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 1,004,808 |
| Restricted cash and cash equivalents as collateral for letter of credit facility | - | - | - | - | - | - |
| Cash value of life insurance policies, net of policy loans | - | - | - | - | - | - |
| Accounts and other receivables, net | - | - | 79,091 | - | - | 1,102,379 |
| Accounts receivable - related party | - | - | - | - | - | - |
| Receivables from/(payables to) filing and non-filing entities, net | (12,996,475) | (386,938,610) | 5,677,585 | 140,524,854 | (93,406,106) | 2,542,234 |
| Inventories | - | - | - | - | - | 146,666 |
| Deferred income taxes | - | - | 0 | - | - | 38,784 |
| Other current assets | - | - | - | - | - | 0 |
| Total Current Assets | (12,996,475) | (386,938,610) | 5,756,676 | 140,524,854 | (93,406,106) | 4,834,871 |
| Properties and equipment, net | - | - | - | - | - | 388,981 |
| Goodwill | - | - | - | - | - | 1,256,948 |
| Deferred income taxes | - | - | - | - | - | - |
| Asbestos-related insurance receivable | - | - | - | - | - | - |
| Loans receivable from/(payable to) filing and non-filing entities, net | - | 671,968,762 | (3,268,883) | - | 24,721,732 | - |
| Investment in filing and non-filing entities | - | - | - | - | 58,669,464 | - |
| Overfunded defined benefit pension plans | - | - | - | - | - | - |
| Investment of unconsolidated affiliates | - | - | 54,000 | - | - | - |
| Other assets | - | - | - | - | - | 4,506,886 |
| Total Assets | \$ (12,996,475) | \$ 285,030,152 | \$ 2,541,793 | \$ 140,524,854 | \$ (10,014,910) | \$ 10,987,686 |
| LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT) | | | | | | |
| Liabilities Not Subject to Compromise | | | | | | |
| Current Liabilities | | | | | | |
| Debt payable within one year | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Debt payable - related party | - | - | - | - | - | - |
| Accounts payable | - | - | 21,262 | - | - | 611,419 |
| Accounts payable - related party | - | - | - | - | - | - |
| Income taxes payable | - | - | - | - | - | (1,645,058) |
| Asbestos-related liability expected to be disbursed within one year | - | - | - | - | - | - |
| Other current liabilities | 1,935 | - | 358,131 | - | - | 342,121 |
| Total Current Liabilities | 1,935 | - | 379,393 | - | - | (691,518) |
| Debt payable after one year | - | - | - | - | - | - |
| Debt payable - related party | - | - | - | - | - | - |
| Underfunded defined benefit pension plans | - | - | - | - | - | - |
| Other liabilities | - | - | - | - | - | - |
| Total Liabilities Not Subject to Compromise | 1,935 | - | 379,393 | - | (169,509) | (663,659) |
| Liabilities Subject to Compromise | | | | | | |
| Debt, pre-petition plus accrued interest | - | - | - | - | - | - |
| Drawn letters of credit plus accrued interest | - | - | - | - | - | - |
| Income tax contingences | (163,876) | 82,902,326 | (1,064,645) | (150) | (11,017,977) | 559,622 |
| Asbestos-related contingences | - | - | - | - | - | - |
| Environmental contingences | - | - | - | - | - | - |
| Postretirement benefits | - | - | - | - | - | - |
| Other liabilities and accrued interest | - | - | (5,322) | - | - | 133,907 |
| Total Liabilities Subject to Compromise | (163,876) | 82,902,326 | (1,069,967) | (150) | (11,017,977) | 693,529 |
| Total Liabilities | (161,941) | 82,902,326 | (690,574) | (150) | (11,187,486) | 29,870 |
| Equity (Deficit) | | | | | | |
| Preferred stock | - | 112 | - | - | - | - |
| Common stock | 1,000 | 1,000 | 1,000 | - | 1,000 | 1,000 |
| Paid in capital | - | (29,267,410) | - | - | 25,358,993 | 61,845,489 |
| (Accumulated deficit)/Retained earnings | (12,835,534) | 231,394,124 | (345,474) | 115,166,011 | (104,906,697) | 13,074,177 |
| Treasury stock, at cost | - | - | - | - | - | (2,117,361) |
| Accumulated other comprehensive (loss) income | - | - | 3,576,841 | - | 44,232,784 | - |
| Total W.R. Grace & Co. - Chapter 11 Filing Entities Equity (Deficit) | (12,834,534) | 202,127,826 | 3,232,367 | 140,525,004 | 1,172,576 | 10,957,816 |
| Noncontrolling interest | - | - | - | - | - | - |
| Total Equity (Deficit) | (12,834,534) | 202,127,826 | 3,232,367 | 140,525,004 | 1,172,576 | 10,957,816 |
| Total Liabilities and Equity (Deficit) | \$ (12,996,475) | \$ 285,030,152 | \$ 2,541,793 | \$ 140,524,854 | \$ (10,014,910) | \$ 10,987,686 |

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W. R. Grace & Co. - Chapter 11 Filing Entities

Combining Balance Sheet

MOR - 3

July 31, 2010

| | Alewive Land Corporation | Alewive Boston Ltd. | Five Alewife Boston Ltd. | GN Holdings, Inc. | MRA Holdings Corp. | MRA Intermedco, Inc. |
|--|--------------------------|-----------------------|--------------------------|------------------------|----------------------|----------------------|
| ASSETS | | | | | | |
| Current Assets | | | | | | |
| Cash and cash equivalents | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Restricted cash and cash equivalents as collateral for letter of credit facility | - | - | - | - | - | - |
| Cash value of life insurance policies, net of policy loans | - | - | - | - | - | - |
| Accounts and other receivables, net | - | - | - | - | - | - |
| Accounts receivable - related party | - | - | - | - | - | - |
| Receivables from/(payables to) filing and non-filing entities, net | (5,225,287) | (2,143,580) | - | (57,817,172) | (110) | (330) |
| Inventories | - | - | - | - | - | - |
| Deferred income taxes | - | - | - | - | - | - |
| Other current assets | 0 | - | - | - | - | - |
| Total Current Assets | (5,225,287) | (2,143,580) | - | (57,817,172) | (110) | (330) |
| Properties and equipment, net | - | - | - | - | - | - |
| Goodwill | - | - | - | - | - | - |
| Deferred income taxes | - | - | - | - | - | - |
| Asbestos-related insurance receivable | - | - | - | - | - | - |
| Loans receivable from/(payable to) filing and non-filing entities, net | - | - | - | - | - | - |
| Investment in filing and non-filing entities | - | - | - | 34,053,467 | 54,500,000 | 54,500,000 |
| Overfunded defined benefit pension plans | - | - | - | - | - | - |
| Investment of unconsolidated affiliates | - | - | - | - | - | - |
| Other assets | - | - | - | - | - | - |
| Total Assets | \$ (5,225,287) | \$ (2,143,580) | \$ - | \$ (23,763,706) | \$ 54,499,890 | \$ 54,499,670 |
| LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT) | | | | | | |
| Liabilities Not Subject to Compromise | | | | | | |
| Current Liabilities | | | | | | |
| Debt payable within one year | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Debt payable - related party | - | - | - | - | - | - |
| Accounts payable | - | - | - | - | - | - |
| Accounts payable - related party | - | - | - | - | - | - |
| Income taxes payable | - | - | - | - | - | - |
| Asbestos-related liability expected to be disbursed within one year | - | - | - | - | - | - |
| Other current liabilities | 2,900 | - | - | - | - | - |
| Total Current Liabilities | 2,900 | - | - | - | - | - |
| Debt payable after one year | - | - | - | - | - | - |
| Debt payable - related party | - | - | - | - | - | - |
| Underfunded defined benefit pension plans | - | - | - | - | - | - |
| Other liabilities | - | - | - | - | - | - |
| Total Liabilities Not Subject to Compromise | 2,900 | - | - | - | - | - |
| Liabilities Subject to Compromise | | | | | | |
| Debt, pre-petition plus accrued interest | - | - | - | - | - | - |
| Drawn letters of credit plus accrued interest | - | - | - | - | - | - |
| Income tax contingencies | (423,589) | (210) | - | - | (110) | (330) |
| Asbestos-related contingencies | - | - | - | - | - | - |
| Environmental contingencies | - | - | - | - | - | - |
| Postretirement benefits | - | - | - | - | - | - |
| Other liabilities and accrued interest | - | - | - | - | - | - |
| Total Liabilities Subject to Compromise | (423,589) | (210) | - | - | (110) | (330) |
| Total Liabilities | (420,689) | (210) | - | - | (110) | (330) |
| Equity (Deficit) | | | | | | |
| Preferred stock | - | - | - | - | - | - |
| Common stock | 200 | - | - | - | 1 | 130 |
| Paid in capital | 274,606 | - | - | - | 54,499,999 | 54,499,870 |
| (Accumulated deficit)/Retained earnings | (5,079,403) | (2,143,370) | - | (34,103,706) | - | - |
| Treasury stock, at cost | - | - | - | - | - | - |
| Accumulated other comprehensive (loss) income | - | - | - | - | - | - |
| Total W.R. Grace & Co. - Chapter 11 Filing Entities Equity (Deficit) | (4,804,598) | (2,143,370) | - | (23,763,706) | 54,500,000 | 54,500,000 |
| Noncontrolling interest | - | - | - | - | - | - |
| Total Equity (Deficit) | (4,804,598) | (2,143,370) | - | (23,763,706) | 54,500,000 | 54,500,000 |
| Total Liabilities and Equity (Deficit) | \$ (5,225,287) | \$ (2,143,580) | \$ - | \$ (23,763,706) | \$ 54,499,890 | \$ 54,499,670 |

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W. R. Grace & Co. - Chapter 11 Filing Entities

Combining Balance Sheet

MOR - 3

July 31, 2010

| | MRA Staffing Systems, Inc. | Koolenat Development Company | CB Biomedical, Inc. | Amicon, Inc. | Grace Environmental, Inc. | Grace Chemical Company of Cuba |
|--|----------------------------|------------------------------|------------------------|----------------------|---------------------------|--------------------------------|
| ASSETS | | | | | | |
| Current Assets | | | | | | |
| Cash and cash equivalents | \$ - | \$ 17,573 | \$ - | \$ - | \$ - | \$ - |
| Restricted cash and cash equivalents as collateral for letter of credit facility | - | - | - | - | - | - |
| Cash value of life insurance policies, net of policy loans | - | - | - | - | - | - |
| Accounts and other receivables, net | - | - | - | - | - | - |
| Accounts receivable - related party | - | - | - | - | - | - |
| Receivables from/(payables to) filing and non-filing entities, net | (27,731) | (250,483) | (26,614,022) | 57,347,191 | (7,283,826) | - |
| Inventories | - | - | - | - | - | - |
| Deferred income taxes | - | - | - | - | - | - |
| Other current assets | - | 7,731 | - | - | - | - |
| Total Current Assets | (27,731) | (225,180) | (26,614,022) | 57,347,191 | (7,283,826) | - |
| Properties and equipment, net | - | 9,106 | - | - | - | - |
| Goodwill | - | - | - | - | - | - |
| Deferred income taxes | - | - | - | - | - | - |
| Asbestos-related insurance receivable | - | - | - | - | - | - |
| Loans receivable from/(payable to) filing and non-filing entities, net | - | - | - | - | - | - |
| Investment in filing and non-filing entities | 56,011,577 | - | - | - | - | - |
| Overfunded defined benefit pension plans | - | - | - | - | - | - |
| Investment of unconsolidated affiliates | - | - | - | - | - | - |
| Other assets | - | - | - | - | - | - |
| Total Assets | \$ 55,983,846 | \$ (216,073) | \$ (26,614,022) | \$ 57,347,191 | \$ (7,283,826) | \$ - |
| LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT) | | | | | | |
| Liabilities Not Subject to Compromise | | | | | | |
| Current Liabilities | | | | | | |
| Debt payable within one year | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Debt payable - related party | - | - | - | - | - | - |
| Accounts payable | - | - | - | - | - | - |
| Accounts payable - related party | - | - | - | - | - | - |
| Income taxes payable | - | - | - | - | - | - |
| Asbestos-related liability expected to be disbursed within one year | - | - | - | - | - | - |
| Other current liabilities | - | - | - | - | - | - |
| Total Current Liabilities | - | - | - | - | - | - |
| Debt payable after one year | - | - | - | - | - | - |
| Debt payable - related party | - | - | - | - | - | - |
| Underfunded defined benefit pension plans | - | - | - | - | - | - |
| Other liabilities | - | - | - | - | - | - |
| Total Liabilities Not Subject to Compromise | - | - | - | - | - | - |
| Liabilities Subject to Compromise | | | | | | |
| Debt, pre-petition plus accrued interest | - | - | - | - | - | - |
| Drawn letters of credit plus accrued interest | - | - | - | - | - | - |
| Income tax contingencies | (7,489) | (531,942) | (195) | 10,346,794 | (230) | - |
| Asbestos-related contingencies | - | - | - | - | - | - |
| Environmental contingencies | - | - | - | - | - | - |
| Postretirement benefits | - | - | - | - | - | - |
| Other liabilities and accrued interest | - | - | - | - | - | - |
| Total Liabilities Subject to Compromise | (7,489) | (531,942) | (195) | 10,346,794 | (230) | - |
| Total Liabilities | (7,489) | (531,942) | (195) | 10,346,794 | (230) | - |
| Equity (Deficit) | | | | | | |
| Preferred stock | - | - | - | - | - | - |
| Common stock | 130 | - | - | - | - | 5,150 |
| Paid in capital | 54,499,870 | 1,303,954 | 864,233 | 3,671,658 | 5,144,850 | - |
| (Accumulated deficit)/Retained earnings | 1,491,335 | (988,086) | (27,478,060) | 43,427,950 | (12,433,596) | - |
| Treasury stock, at cost | - | - | - | - | - | - |
| Accumulated other comprehensive (loss) income | - | - | - | (99,212) | - | - |
| Total W.R. Grace & Co. - Chapter 11 Filing Entities Equity (Deficit) | 55,991,335 | 315,869 | (26,613,827) | 47,000,396 | (7,283,596) | - |
| Noncontrolling interest | - | - | - | - | - | - |
| Total Equity (Deficit) | 55,991,335 | 315,869 | (26,613,827) | 47,000,396 | (7,283,596) | - |
| Total Liabilities and Equity (Deficit) | \$ 55,983,846 | \$ (216,073) | \$ (26,614,022) | \$ 57,347,191 | \$ (7,283,826) | \$ - |

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W. R. Grace & Co. - Chapter 11 Filing Entities

Combining Balance Sheet

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July 31, 2010

| | Southern Oil, Resin & Fiberglass, Inc. | Guanica-Caribe Land Development Corporation | Dewey & Almy, LLC | A-1 Bit & Tool Co., Inc. | Grace Tarpon Investors, Inc. | G C Limited Partners I, Inc. |
|--|---|---|-------------------|-----------------------------|---------------------------------|---------------------------------|
| ASSETS | | | | | | |
| Current Assets | | | | | | |
| Cash and cash equivalents | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Restricted cash and cash equivalents as collateral for letter of credit facility | - | - | - | - | - | - |
| Cash value of life insurance policies, net of policy loans | - | - | - | - | - | - |
| Accounts and other receivables, net | - | - | - | - | - | - |
| Accounts receivable - related party | - | - | - | - | - | - |
| Receivables from/(payables to) filing and non-filing entities, net | - | 5,824,284 | (102,989) | (1,119,103) | 10,284,124 | 330 |
| Inventories | - | - | - | - | - | - |
| Deferred income taxes | - | - | - | - | - | - |
| Other current assets | - | - | - | - | - | - |
| Total Current Assets | - | 5,824,284 | (102,989) | (1,119,103) | 10,284,124 | 330 |
| Properties and equipment, net | - | - | - | - | - | - |
| Goodwill | - | - | - | - | - | - |
| Deferred income taxes | - | - | - | - | - | - |
| Asbestos-related insurance receivable | - | - | - | - | - | - |
| Loans receivable from/(payable to) filing and non-filing entities, net | - | - | - | - | - | - |
| Investment in filing and non-filing entities | - | - | 94,022 | - | - | - |
| Overfunded defined benefit pension plans | - | - | - | - | - | - |
| Investment of unconsolidated affiliates | - | - | - | - | - | - |
| Other assets | - | - | - | - | - | - |
| Total Assets | \$ - | \$ 5,824,284 | \$ (8,966) | \$ (1,119,103) | \$ 10,284,124 | \$ 330 |
| LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT) | | | | | | |
| Liabilities Not Subject to Compromise | | | | | | |
| Current Liabilities | | | | | | |
| Debt payable within one year | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Debt payable - related party | - | - | - | - | - | - |
| Accounts payable | - | - | - | - | - | - |
| Accounts payable - related party | - | - | - | - | - | - |
| Income taxes payable | - | - | - | - | - | - |
| Asbestos-related liability expected to be disbursed within one year | - | - | - | - | - | - |
| Other current liabilities | - | - | - | 3 | - | - |
| Total Current Liabilities | - | - | - | - | 3 | - |
| Debt payable after one year | - | - | - | - | - | - |
| Debt payable - related party | - | - | - | - | - | - |
| Underfunded defined benefit pension plans | - | - | - | - | - | - |
| Other liabilities | - | - | - | - | - | - |
| Total Liabilities Not Subject to Compromise | - | - | - | - | 3 | - |
| Liabilities Subject to Compromise | | | | | | |
| Debt, pre-petition plus accrued interest | - | - | - | - | - | - |
| Drawn letters of credit plus accrued interest | - | - | - | - | - | - |
| Income tax contingences | - | (110) | - | (110) | (560) | (560) |
| Asbestos-related contingences | - | - | - | - | - | - |
| Environmental contingences | - | - | - | - | - | - |
| Postretirement benefits | - | - | - | - | - | - |
| Other liabilities and accrued interest | - | - | - | - | - | - |
| Total Liabilities Subject to Compromise | - | (110) | - | (110) | (560) | (560) |
| Total Liabilities | - | (110) | - | (110) | (557) | (560) |
| Equity (Deficit) | | | | | | |
| Preferred stock | - | - | - | - | - | - |
| Common stock | - | 1,000 | 2,000 | 29,000 | 1,000 | 1,000 |
| Paid in capital | - | 5,823,446 | - | - | 3,136,087 | - |
| (Accumulated deficit)/Retained earnings | - | (52) | (10,966) | (1,147,993) | 7,147,595 | (110) |
| Treasury stock, at cost | - | - | - | - | - | - |
| Accumulated other comprehensive (loss) income | - | - | - | - | - | - |
| Total W.R. Grace & Co. - Chapter 11 Filing Entities Equity (Deficit) | - | 5,824,394 | (8,966) | (1,118,993) | 10,284,682 | 890 |
| Noncontrolling interest | - | - | - | - | - | - |
| Total Equity (Deficit) | - | 5,824,394 | (8,966) | (1,118,993) | 10,284,682 | 890 |
| Total Liabilities and Equity (Deficit) | \$ - | \$ 5,824,284 | \$ (8,966) | \$ (1,119,103) | \$ 10,284,124 | \$ 330 |

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W. R. Grace & Co. - Chapter 11 Filing Entities

Combining Balance Sheet

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| | Monolith Enterprises, Incorporated | Grace Culinary Systems, Inc. | Grace Hotel Services Corporation | Monroe Street, Inc. | Grace H-G Inc. | Hanover Square Corporation |
|--|--|---------------------------------|--|-----------------------|-----------------------|-------------------------------|
| ASSETS | | | | | | |
| Current Assets | | | | | | |
| Cash and cash equivalents | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Restricted cash and cash equivalents as collateral for letter of credit facility | - | - | - | - | - | - |
| Cash value of life insurance policies, net of policy loans | - | - | - | - | - | - |
| Accounts and other receivables, net | - | - | - | - | - | - |
| Accounts receivable - related party | - | - | - | - | - | - |
| Receivables from/(payables to) filing and non-filing entities, net | (2,417,714) | (26,312,455) | (5,132,933) | (3,350,634) | (2,509,849) | 840 |
| Inventories | - | - | - | - | - | - |
| Deferred income taxes | - | - | - | - | - | - |
| Other current assets | - | - | - | - | - | - |
| Total Current Assets | (2,417,714) | (26,312,455) | (5,132,933) | (3,350,634) | (2,509,849) | 840 |
| Properties and equipment, net | - | - | - | - | - | - |
| Goodwill | - | - | - | - | - | - |
| Deferred income taxes | - | - | - | - | - | - |
| Asbestos-related insurance receivable | - | - | - | - | - | - |
| Loans receivable from/(payable to) filing and non-filing entities, net | - | - | - | - | - | - |
| Investment in filing and non-filing entities | - | - | - | - | - | - |
| Overfunded defined benefit pension plans | - | - | - | - | - | - |
| Investment of unconsolidated affiliates | - | - | - | - | - | - |
| Other assets | - | - | - | - | - | - |
| Total Assets | \$ (2,417,714) | \$ (26,312,455) | \$ (5,132,933) | \$ (3,350,634) | \$ (2,509,849) | \$ 840 |
| LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT) | | | | | | |
| Liabilities Not Subject to Compromise | | | | | | |
| Current Liabilities | | | | | | |
| Debt payable within one year | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Debt payable - related party | - | - | - | - | - | - |
| Accounts payable | - | - | - | - | - | - |
| Accounts payable - related party | - | - | - | - | - | - |
| Income taxes payable | - | - | - | - | - | - |
| Asbestos-related liability expected to be disbursed within one year | - | - | - | - | - | - |
| Other current liabilities | - | - | - | - | - | - |
| Total Current Liabilities | - | - | - | - | - | - |
| Debt payable after one year | - | - | - | - | - | - |
| Debt payable - related party | - | - | - | - | - | - |
| Underfunded defined benefit pension plans | - | - | - | - | - | - |
| Other liabilities | - | - | - | - | - | - |
| Total Liabilities Not Subject to Compromise | - | - | - | - | - | - |
| Liabilities Subject to Compromise | | | | | | |
| Debt, pre-petition plus accrued interest | - | - | - | - | - | - |
| Drawn letters of credit plus accrued interest | - | - | - | - | - | - |
| Income tax contingences | (450) | - | (818) | (110) | (210) | (110) |
| Asbestos-related contingences | - | - | - | - | - | - |
| Environmental contingences | - | - | - | - | - | - |
| Postretirement benefits | - | - | - | - | - | - |
| Other liabilities and accrued interest | - | - | - | - | - | - |
| Total Liabilities Subject to Compromise | (450) | - | (818) | (110) | (210) | (110) |
| Total Liabilities | (450) | - | (818) | (110) | (210) | (110) |
| Equity (Deficit) | | | | | | |
| Preferred stock | - | - | - | - | - | - |
| Common stock | 26,000 | - | - | - | 1,000 | 1,000 |
| Paid in capital | 9,988,414 | - | - | - | - | - |
| (Accumulated deficit)/Retained earnings | (12,431,678) | (26,312,455) | (5,132,115) | (3,351,524) | (2,510,639) | (50) |
| Treasury stock, at cost | - | - | - | - | - | - |
| Accumulated other comprehensive (loss) income | - | - | - | - | - | - |
| Total W.R. Grace & Co. - Chapter 11 Filing Entities Equity (Deficit) | (2,417,264) | (26,312,455) | (5,132,115) | (3,350,524) | (2,509,639) | 950 |
| Noncontrolling interest | - | - | - | - | - | - |
| Total Equity (Deficit) | (2,417,264) | (26,312,455) | (5,132,115) | (3,350,524) | (2,509,639) | 950 |
| Total Liabilities and Equity (Deficit) | \$ (2,417,714) | \$ (26,312,455) | \$ (5,132,933) | \$ (3,350,634) | \$ (2,509,849) | \$ 840 |

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W. R. Grace & Co. - Chapter 11 Filing Entities

Combining Balance Sheet

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July 31, 2010

| | Ecarq, Inc. | W. R. Grace Land Corporation | G C Management, Inc. | Water Street Corporation | Del Taco Restaurants, Inc. | W. R. Grace Capital Corporation |
|--|-----------------------|------------------------------|----------------------|--------------------------|----------------------------|---------------------------------|
| ASSETS | | | | | | |
| Current Assets | | | | | | |
| Cash and cash equivalents | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Restricted cash and cash equivalents as collateral for letter of credit facility | - | - | - | - | - | - |
| Cash value of life insurance policies, net of policy loans | - | - | - | - | - | - |
| Accounts and other receivables, net | - | - | - | - | - | - |
| Accounts receivable - related party | - | - | - | - | - | - |
| Receivables from/(payables to) filing and non-filing entities, net | (1,230,613) | 36,708,315 | - | (73,061) | (12,559,518) | (264,688) |
| Inventories | - | - | - | - | - | - |
| Deferred income taxes | - | - | - | - | - | - |
| Other current assets | - | - | - | - | - | - |
| Total Current Assets | (1,230,613) | 36,708,315 | - | (73,061) | (12,559,518) | (264,688) |
| Properties and equipment, net | - | - | - | - | - | 438,445 |
| Goodwill | - | - | - | - | - | - |
| Deferred income taxes | - | - | - | - | - | - |
| Asbestos-related insurance receivable | - | - | - | - | - | - |
| Loans receivable from/(payable to) filing and non-filing entities, net | - | - | - | - | - | - |
| Investment in filing and non-filing entities | - | 6,284,806 | - | - | - | - |
| Overfunded defined benefit pension plans | - | - | - | - | - | - |
| Investment of unconsolidated affiliates | - | - | - | - | - | - |
| Other assets | - | - | - | - | - | - |
| Total Assets | \$ (1,230,613) | \$ 42,993,121 | \$ - | \$ (73,061) | \$ (12,559,518) | \$ 173,757 |
| LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT) | | | | | | |
| Liabilities Not Subject to Compromise | | | | | | |
| Current Liabilities | | | | | | |
| Debt payable within one year | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Debt payable - related party | - | - | - | - | - | - |
| Accounts payable | - | - | - | - | - | - |
| Accounts payable - related party | - | - | - | - | - | - |
| Income taxes payable | - | - | - | - | - | - |
| Asbestos-related liability expected to be disbursed within one year | - | - | - | - | - | 199 |
| Other current liabilities | - | - | - | - | - | 199 |
| Total Current Liabilities | - | - | - | - | - | 199 |
| Debt payable after one year | - | - | - | - | - | - |
| Debt payable - related party | - | - | - | - | - | - |
| Underfunded defined benefit pension plans | - | - | - | - | - | - |
| Other liabilities | - | - | - | - | - | - |
| Total Liabilities Not Subject to Compromise | - | - | - | - | - | 199 |
| Liabilities Subject to Compromise | | | | | | |
| Debt, pre-petition plus accrued interest | - | - | - | - | - | - |
| Drawn letters of credit plus accrued interest | - | - | - | - | - | - |
| Income tax contingencies | (30) | (821) | - | (110) | (265) | (759) |
| Asbestos-related contingencies | - | - | - | - | - | - |
| Environmental contingencies | - | - | - | - | - | - |
| Postretirement benefits | - | - | - | - | - | - |
| Other liabilities and accrued interest | - | - | - | - | - | - |
| Total Liabilities Subject to Compromise | (30) | (821) | - | (110) | (265) | (759) |
| Total Liabilities | (30) | (821) | - | (110) | (265) | (560) |
| Equity (Deficit) | | | | | | |
| Preferred stock | - | - | - | - | - | - |
| Common stock | 50 | 5,000 | - | 1,000 | 85,539 | 1,000 |
| Paid in capital | 50 | 19,577,160 | - | - | 6,541,055 | 4,000 |
| (Accumulated deficit)/Retained earnings | (1,230,683) | 23,411,782 | - | (73,951) | (19,185,847) | 169,317 |
| Treasury stock, at cost | - | - | - | - | - | - |
| Accumulated other comprehensive (loss) income | - | - | - | - | - | - |
| Total W.R. Grace & Co. - Chapter 11 Filing Entities Equity (Deficit) | (1,230,583) | 42,993,942 | - | (72,951) | (12,559,253) | 174,317 |
| Noncontrolling interest | - | - | - | - | - | - |
| Total Equity (Deficit) | (1,230,583) | 42,993,942 | - | (72,951) | (12,559,253) | 174,317 |
| Total Liabilities and Equity (Deficit) | \$ (1,230,613) | \$ 42,993,121 | \$ - | \$ (73,061) | \$ (12,559,518) | \$ 173,757 |

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W. R. Grace & Co. - Chapter 11 Filing Entities

Combining Balance Sheet

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July 31, 2010

| | Gloucester New Communities Company, Inc. | Creative Food N' Fun Company | Grace PAR Corporation | Grace A-B Inc. | Homco International, Inc. | GPC Thomasville Corp. |
|--|--|---------------------------------|--------------------------|-------------------|------------------------------|--------------------------|
| ASSETS | | | | | | |
| Current Assets | | | | | | |
| Cash and cash equivalents | \$ 500 | \$ - | \$ - | \$ - | \$ - | \$ - |
| Restricted cash and cash equivalents as collateral for letter of credit facility | - | - | - | - | - | - |
| Cash value of life insurance policies, net of policy loans | - | - | - | - | - | - |
| Accounts and other receivables, net | 91,572 | - | - | - | - | - |
| Accounts receivable - related party | - | - | - | - | - | - |
| Receivables from/(payables to) filing and non-filing entities, net | (19,555,815) | 23,478,717 | 6,345,361 | 810,265 | (48,413,250) | (185) |
| Inventories | - | - | - | - | - | - |
| Deferred income taxes | - | - | - | - | - | - |
| Other current assets | - | - | - | - | - | - |
| Total Current Assets | (19,463,742) | 23,478,717 | 6,345,361 | 810,265 | (48,413,250) | (185) |
| Properties and equipment, net | - | - | - | - | - | - |
| Goodwill | - | - | - | - | - | - |
| Deferred income taxes | - | - | - | - | - | - |
| Asbestos-related insurance receivable | - | - | - | - | - | - |
| Loans receivable from/(payable to) filing and non-filing entities, net | - | - | - | - | - | - |
| Investment in filing and non-filing entities | - | - | - | - | - | - |
| Overfunded defined benefit pension plans | - | - | - | - | - | - |
| Investment of unconsolidated affiliates | - | - | - | - | - | - |
| Other assets | 4,066 | - | - | - | - | - |
| Total Assets | \$ (19,459,676) | \$ 23,478,717 | \$ 6,345,361 | \$ 810,265 | \$ (48,413,250) | \$ (185) |
| LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT) | | | | | | |
| Liabilities Not Subject to Compromise | | | | | | |
| Current Liabilities | | | | | | |
| Debt payable within one year | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Debt payable - related party | - | - | - | - | - | - |
| Accounts payable | 4,066 | - | - | - | - | - |
| Accounts payable - related party | - | - | - | - | - | - |
| Income taxes payable | - | - | - | - | - | - |
| Asbestos-related liability expected to be disbursed within one year | - | - | - | - | - | - |
| Other current liabilities | - | - | - | - | - | - |
| Total Current Liabilities | 4,066 | - | - | - | - | - |
| Debt payable after one year | - | - | - | - | - | - |
| Debt payable - related party | - | - | - | - | - | - |
| Underfunded defined benefit pension plans | - | - | - | - | - | - |
| Other liabilities | - | - | - | - | - | - |
| Total Liabilities Not Subject to Compromise | 4,066 | - | - | - | - | - |
| Liabilities Subject to Compromise | | | | | | |
| Debt, pre-petition plus accrued interest | - | - | - | - | - | - |
| Drawn letters of credit plus accrued interest | - | - | - | - | - | - |
| Income tax contingencies | - | (1,432) | (300) | (335) | (405) | (185) |
| Asbestos-related contingencies | - | - | - | - | - | - |
| Environmental contingencies | - | - | - | - | - | - |
| Postretirement benefits | - | - | - | - | - | - |
| Other liabilities and accrued interest | - | - | - | - | - | - |
| Total Liabilities Subject to Compromise | - | (1,432) | (300) | (335) | (405) | (185) |
| Total Liabilities | 4,066 | (1,432) | (300) | (335) | (405) | (185) |
| Equity (Deficit) | | | | | | |
| Preferred stock | - | - | - | - | - | - |
| Common stock | 5,000 | 1,090,000 | 1,000 | 1,000 | 303,000 | - |
| Paid in capital | 6,000,000 | 33,631,999 | 18,090,032 | - | 37,765,000 | - |
| (Accumulated deficit)/Retained earnings | (25,468,742) | (11,241,851) | (11,745,371) | 809,600 | (86,480,845) | - |
| Treasury stock, at cost | - | - | - | - | - | - |
| Accumulated other comprehensive (loss) income | - | - | - | - | - | - |
| Total W.R. Grace & Co. - Chapter 11 Filing Entities Equity (Deficit) | (19,463,742) | 23,480,148 | 6,345,661 | 810,600 | (48,412,845) | - |
| Noncontrolling interest | - | - | - | - | - | - |
| Total Equity (Deficit) | (19,463,742) | 23,480,148 | 6,345,661 | 810,600 | (48,412,845) | - |
| Total Liabilities and Equity (Deficit) | \$ (19,459,676) | \$ 23,478,717 | \$ 6,345,361 | \$ 810,265 | \$ (48,413,250) | \$ (185) |

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W. R. Grace & Co. - Chapter 11 Filing Entities

Combining Balance Sheet

MOR - 3

July 31, 2010

| | Grace Ventures Corp. | Grace Energy Corporation | GEC Management Corporation | Grace Offshore Company | Coalgrace, Inc. |
|--|----------------------|--------------------------|----------------------------|------------------------|---------------------|
| ASSETS | | | | | |
| Current Assets | | | | | |
| Cash and cash equivalents | \$ - | \$ - | \$ - | \$ - | \$ - |
| Restricted cash and cash equivalents as collateral for letter of credit facility | - | - | - | - | - |
| Cash value of life insurance policies, net of policy loans | - | - | - | - | - |
| Accounts and other receivables, net | - | - | - | - | - |
| Accounts receivable - related party | - | - | - | - | - |
| Receivables from/(payables to) filing and non-filing entities, net | (86,721) | 352,712,699 | 4,389,612 | (15,750,664) | 5,296,839 |
| Inventories | - | - | - | - | - |
| Deferred income taxes | - | - | - | - | - |
| Other current assets | - | - | - | - | - |
| Total Current Assets | (86,721) | 352,712,699 | 4,389,612 | (15,750,664) | 5,296,839 |
| Properties and equipment, net | - | - | - | - | - |
| Goodwill | - | - | - | - | - |
| Deferred income taxes | - | - | - | - | - |
| Asbestos-related insurance receivable | - | - | - | - | - |
| Loans receivable from/(payable to) filing and non-filing entities, net | - | (35,903,123) | (14,135,725) | - | - |
| Investment in filing and non-filing entities | - | 187,272,210 | - | - | - |
| Overfunded defined benefit pension plans | - | - | - | - | - |
| Investement of unconsolidated affiliates | - | - | - | - | - |
| Other assets | - | - | - | - | - |
| Total Assets | \$ (86,721) | \$ 504,081,786 | \$ (9,746,113) | \$ (15,750,664) | \$ 5,296,839 |
| LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT) | | | | | |
| Liabilities Not Subject to Compromise | | | | | |
| Current Liabilities | | | | | |
| Debt payable within one year | \$ - | \$ - | \$ - | \$ - | \$ - |
| Debt payable - related party | - | - | - | - | - |
| Accounts payable | - | - | - | - | - |
| Accounts payable - related party | - | - | - | - | - |
| Income taxes payable | - | - | - | - | - |
| Asbestos-related liability expected to be disbursed within one year | - | - | - | - | - |
| Other current liabilities | - | - | - | - | - |
| Total Current Liabilities | - | - | - | - | - |
| Debt payable after one year | - | - | - | - | - |
| Debt payable - related party | - | - | - | - | - |
| Underfunded defined benefit pension plans | - | - | - | - | - |
| Other liabilities | - | - | - | - | - |
| Total Liabilities Not Subject to Compromise | - | - | - | - | - |
| Liabilities Subject to Compromise | | | | | |
| Debt, pre-petition plus accrued interest | - | - | - | - | - |
| Drawn letters of credit plus accrued interest | - | - | - | - | - |
| Income tax contingences | (110) | (119) | (110) | - | (360) |
| Asbestos-related contingences | - | - | - | - | - |
| Environmental contingences | - | - | - | - | - |
| Postretirement benefits | - | - | - | - | - |
| Other liabilities and accrued interest | - | - | - | - | - |
| Total Liabilities Subject to Compromise | (110) | (119) | (110) | - | (360) |
| Total Liabilities | (110) | (119) | (110) | - | (360) |
| Equity (Deficit) | | | | | |
| Preferred stock | - | - | - | - | - |
| Common stock | - | 1,000 | 1,000 | (114,960) | 100 |
| Paid in capital | 1,900,000 | 451,425,156 | (2,089,027) | 34,215,000 | - |
| (Accumulated deficit)/Retained earnings | (1,986,611) | 52,655,749 | (7,657,976) | (49,850,704) | 5,297,099 |
| Treasury stock, at cost | - | - | - | - | - |
| Accumulated other comprehensive (loss) income | - | - | - | - | - |
| Total W.R. Grace & Co. - Chapter 11 Filing Entities Equity (Deficit) | (86,611) | 504,081,905 | (9,746,003) | (15,750,664) | 5,297,199 |
| Noncontrolling interest | - | - | - | - | - |
| Total Equity (Deficit) | (86,611) | 504,081,905 | (9,746,003) | (15,750,664) | 5,297,199 |
| Total Liabilities and Equity (Deficit) | \$ (86,721) | \$ 504,081,786 | \$ (9,746,113) | \$ (15,750,664) | \$ 5,296,839 |

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W. R. Grace & Co. - Chapter 11 Filing Entities

Combining Balance Sheet

MOR - 3

July 31, 2010

| | Grace A-B II Inc. | Grace H-G II Inc. | Coalgae II, Inc. | Gracoal II, Inc. | Gracoal, Inc. |
|--|-------------------|-------------------|-------------------|-----------------------|-----------------------|
| ASSETS | | | | | |
| Current Assets | | | | | |
| Cash and cash equivalents | \$ - | \$ - | \$ - | \$ - | \$ - |
| Restricted cash and cash equivalents as collateral for letter of credit facility | - | - | - | - | - |
| Cash value of life insurance policies, net of policy loans | - | - | - | - | - |
| Accounts and other receivables, net | - | - | - | - | - |
| Accounts receivable - related party | - | - | - | - | - |
| Receivables from/(payables to) filing and non-filing entities, net | 875,359 | (5,314) | 108,080 | 130,215,533 | 145,239,206 |
| Inventories | - | - | - | - | - |
| Deferred income taxes | - | - | - | - | - |
| Other current assets | - | - | - | - | - |
| Total Current Assets | 875,359 | (5,314) | 108,080 | 130,215,533 | 145,239,206 |
| Properties and equipment, net | - | - | - | - | - |
| Goodwill | - | - | - | - | - |
| Deferred income taxes | - | - | - | - | - |
| Asbestos-related insurance receivable | - | - | - | - | - |
| Loans receivable from/(payable to) filing and non-filing entities, net | - | - | - | - | - |
| Investment in filing and non-filing entities | - | - | - | - | - |
| Overfunded defined benefit pension plans | - | - | - | - | - |
| Investment of unconsolidated affiliates | - | - | - | - | - |
| Other assets | - | - | - | - | - |
| Total Assets | \$ 875,359 | \$ (5,314) | \$ 108,080 | \$ 130,215,533 | \$ 145,239,206 |
| LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT) | | | | | |
| Liabilities Not Subject to Compromise | | | | | |
| Current Liabilities | | | | | |
| Debt payable within one year | \$ - | \$ - | \$ - | \$ - | \$ - |
| Debt payable - related party | - | - | - | - | - |
| Accounts payable | - | - | - | - | - |
| Accounts payable - related party | - | - | - | - | - |
| Income taxes payable | - | - | - | - | - |
| Asbestos-related liability expected to be disbursed within one year | - | - | - | - | - |
| Other current liabilities | - | - | - | - | - |
| Total Current Liabilities | - | - | - | - | - |
| Debt payable after one year | - | - | - | - | - |
| Debt payable - related party | - | - | - | - | - |
| Underfunded defined benefit pension plans | - | - | - | - | - |
| Other liabilities | - | - | - | - | - |
| Total Liabilities Not Subject to Compromise | - | - | - | - | - |
| Liabilities Subject to Compromise | | | | | |
| Debt, pre-petition plus accrued interest | - | - | - | - | - |
| Drawn letters of credit plus accrued interest | - | - | - | - | - |
| Income tax contingencies | (310) | (260) | (360) | 21,450,461 | 21,450,636 |
| Asbestos-related contingencies | - | - | - | - | - |
| Environmental contingencies | - | - | - | - | - |
| Postretirement benefits | - | - | - | - | - |
| Other liabilities and accrued interest | - | - | - | - | - |
| Total Liabilities Subject to Compromise | (310) | (260) | (360) | 21,450,461 | 21,450,636 |
| Total Liabilities | (310) | (260) | (360) | 21,450,461 | 21,450,636 |
| Equity (Deficit) | | | | | |
| Preferred stock | - | - | - | - | - |
| Common stock | 1,000 | 1,000 | 1,000 | 1,000 | 100 |
| Paid in capital | - | - | - | 30,293,750 | 13,880,108 |
| (Accumulated deficit)/Retained earnings | 874,669 | (6,054) | 107,440 | 78,470,322 | 109,908,362 |
| Treasury stock, at cost | - | - | - | - | - |
| Accumulated other comprehensive (loss) income | - | - | - | - | - |
| Total W.R. Grace & Co. - Chapter 11 Filing Entities Equity (Deficit) | 875,669 | (5,054) | 108,440 | 108,765,072 | 123,788,570 |
| Noncontrolling interest | - | - | - | - | - |
| Total Equity (Deficit) | 875,669 | (5,054) | 108,440 | 108,765,072 | 123,788,570 |
| Total Liabilities and Equity (Deficit) | \$ 875,359 | \$ (5,314) | \$ 108,080 | \$ 130,215,533 | \$ 145,239,206 |

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W. R. Grace & Co. - Chapter 11 Filing Entities

Combining Balance Sheet

MOR - 3

July 31, 2010

| | Grace Drilling Company | Grace Petroleum Libya Incorporated | Axial Basin Ranch Company | Hayden-Gulch West Coal Company | H-G Coal Company |
|--|---------------------------|---------------------------------------|------------------------------|--------------------------------------|------------------|
| ASSETS | | | | | |
| Current Assets | | | | | |
| Cash and cash equivalents | \$ - | \$ - | \$ - | \$ - | \$ - |
| Restricted cash and cash equivalents as collateral for letter of credit facility | - | - | - | - | - |
| Cash value of life insurance policies, net of policy loans | - | - | - | - | - |
| Accounts and other receivables, net | - | - | - | - | - |
| Accounts receivable - related party | - | - | - | - | - |
| Receivables from/(payables to) filing and non-filing entities, net | (81,115,113) | 47,407,796 | - | - | - |
| Inventories | - | - | - | - | - |
| Deferred income taxes | - | - | - | - | - |
| Other current assets | - | - | - | - | - |
| Total Current Assets | (81,115,113) | 47,407,796 | - | - | - |
| Properties and equipment, net | - | - | - | - | - |
| Goodwill | - | - | - | - | - |
| Deferred income taxes | - | - | - | - | - |
| Asbestos-related insurance receivable | - | - | - | - | - |
| Loans receivable from/(payable to) filing and non-filing entities, net | - | - | - | - | - |
| Investment in filing and non-filing entities | - | - | - | - | - |
| Overfunded defined benefit pension plans | - | - | - | - | - |
| Investement of unconsolidated affiliates | - | - | - | - | - |
| Other assets | - | - | - | - | - |
| Total Assets | \$ (81,115,113) | \$ 47,407,796 | \$ - | \$ - | \$ - |
| LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT) | | | | | |
| Liabilities Not Subject to Compromise | | | | | |
| Current Liabilities | | | | | |
| Debt payable within one year | \$ - | \$ - | \$ - | \$ - | \$ - |
| Debt payable - related party | - | - | - | - | - |
| Accounts payable | - | - | - | - | - |
| Accounts payable - related party | - | - | - | - | - |
| Income taxes payable | - | - | - | - | - |
| Asbestos-related liability expected to be disbursed within one year | - | - | - | - | - |
| Other current liabilities | - | - | - | - | - |
| Total Current Liabilities | - | - | - | - | - |
| Debt payable after one year | - | - | - | - | - |
| Debt payable - related party | - | - | - | - | - |
| Underfunded defined benefit pension plans | - | - | - | - | - |
| Other liabilities | - | - | - | - | - |
| Total Liabilities Not Subject to Compromise | - | - | - | - | - |
| Liabilities Subject to Compromise | | | | | |
| Debt, pre-petition plus accrued interest | - | - | - | - | - |
| Drawn letters of credit plus accrued interest | - | - | - | - | - |
| Income tax contingences | (480) | (110) | - | - | - |
| Asbestos-related contingences | - | - | - | - | - |
| Environmental contingences | - | - | - | - | - |
| Postretirement benefits | - | - | - | - | - |
| Other liabilities and accrued interest | - | - | - | - | - |
| Total Liabilities Subject to Compromise | (480) | (110) | - | - | - |
| Total Liabilities | (480) | (110) | - | - | - |
| Equity (Deficit) | | | | | |
| Preferred stock | - | - | - | - | - |
| Common stock | 124,473 | 1,000 | - | - | - |
| Paid in capital | 51,173,713 | 7,308,934 | - | - | - |
| (Accumulated deficit)/Retained earnings | (132,412,819) | 40,097,972 | - | - | - |
| Treasury stock, at cost | - | - | - | - | - |
| Accumulated other comprehensive (loss) income | - | - | - | - | - |
| Total W.R. Grace & Co. - Chapter 11 Filing Entities Equity (Deficit) | (81,114,633) | 47,407,906 | - | - | - |
| Noncontrolling interest | - | - | - | - | - |
| Total Equity (Deficit) | (81,114,633) | 47,407,906 | - | - | - |
| Total Liabilities and Equity (Deficit) | \$ (81,115,113) | \$ 47,407,796 | \$ - | \$ - | \$ - |

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W. R. Grace & Co. - Chapter 11 Filing Entities

Combining Balance Sheet

MOR - 3

July 31, 2010

| | Eliminations between Filing Entities | Conversion to Equity Method | Reporting Reclasses | COMBINED FILING ENTITIES |
|--|---|--------------------------------|-------------------------|-----------------------------|
| ASSETS | | | | |
| Current Assets | | | | |
| Cash and cash equivalents | \$ - | \$ - | \$ - | \$ 615,183,178 |
| Restricted cash and cash equivalents as collateral for letter of credit facility | - | - | - | \$ 76,050,000 |
| Cash value of life insurance policies, net of policy loans | - | - | - | - |
| Accounts and other receivables, net | - | - | - | \$ 112,995,490 |
| Accounts receivable - related party | - | - | - | \$ 3,341,017 |
| Receivables from/(payables to) filing and non-filing entities, net | 600,000 | - | 200,000 | \$ 67,568,541 |
| Inventories | - | - | - | \$ 105,212,738 |
| Deferred income taxes | - | - | 96,238 | \$ 26,647,341 |
| Other current assets | - | - | - | \$ 20,067,906 |
| Total Current Assets | 600,000 | - | 296,238 | \$ 1,027,066,211 |
| Properties and equipment, net | - | - | - | \$ 387,767,152 |
| Goodwill | - | - | - | \$ 25,320,411 |
| Deferred income taxes | - | - | (189,829,353) | \$ 829,497,536 |
| Asbestos-related insurance receivable | - | - | - | \$ 500,000,000 |
| Loans receivable from/(payable to) filing and non-filing entities, net | - | - | - | \$ 354,057,778 |
| Investment in filing and non-filing entities | (1,323,702,717) | (175,774,369) | 1,800,000 | \$ 339,216,341 |
| Overfunded defined benefit pension plans | - | - | - | \$ 210,848 |
| Investment of unconsolidated affiliates | - | - | - | \$ 58,282,475 |
| Other assets | (1,101,282) | - | - | \$ 62,541,935 |
| Total Assets | \$ (1,324,203,999) | \$ (175,774,369) | \$ (187,733,115) | \$ 3,583,960,687 |
| LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT) | | | | |
| Liabilities Not Subject to Compromise | | | | |
| Current Liabilities | | | | |
| Debt payable within one year | \$ - | \$ - | \$ - | \$ 204,678 |
| Debt payable - related party | - | - | - | \$ 1,783,564 |
| Accounts payable | - | - | - | \$ 83,989,161 |
| Accounts payable - related party | - | - | - | - |
| Income taxes payable | - | - | - | \$ 268 |
| Asbestos-related liability expected to be disbursed within one year | - | - | - | - |
| Other current liabilities | - | - | 4,700,169 | \$ 101,447,472 |
| Total Current Liabilities | - | - | 4,700,169 | \$ 187,425,143 |
| Debt payable after one year | - | - | - | \$ 147,774 |
| Debt payable - related party | - | - | - | \$ 12,011,910 |
| Underfunded defined benefit pension plans | - | - | - | \$ 418,251,891 |
| Other liabilities | - | - | - | \$ 30,299,966 |
| Total Liabilities Not Subject to Compromise | - | - | (185,129,184) | \$ 648,136,684 |
| Liabilities Subject to Compromise | | | | |
| Debt, pre-petition plus accrued interest | - | - | - | \$ 866,658,132 |
| Drawn letters of credit plus accrued interest | - | - | - | \$ 32,170,312 |
| Income tax contingencies | - | - | - | \$ 102,333,988 |
| Asbestos-related contingencies | - | - | - | \$ 1,700,000,000 |
| Environmental contingencies | - | - | - | \$ 145,037,471 |
| Postretirement benefits | - | - | - | \$ 176,708,685 |
| Other liabilities and accrued interest | - | - | (10,403,931) | \$ 133,872,246 |
| Total Liabilities Subject to Compromise | - | - | (10,403,931) | \$ 3,156,780,834 |
| Total Liabilities | - | - | (195,533,115) | \$ 3,804,917,518 |
| Equity (Deficit) | | | | |
| Preferred stock | - | - | - | \$ 112 |
| Common stock | (86,493,960) | - | - | \$ 844,293 |
| Paid in capital | (1,222,770,000) | - | - | \$ 451,523,074 |
| (Accumulated deficit)/Retained earnings | 1,759,961 | (132,281,829) | 2,000,000 | \$ (52,677,895) |
| Treasury stock, at cost | - | - | - | \$ (49,965,298) |
| Accumulated other comprehensive (loss) income | (16,700,000) | (43,492,540) | 5,800,000 | \$ (570,811,117) |
| Total W.R. Grace & Co. - Chapter 11 Filing Entities Equity (Deficit) | \$ (1,324,203,999) | \$ (175,774,369) | 7,800,000 | \$ (221,086,831) |
| Noncontrolling interest | - | - | - | \$ 130,000 |
| Total Equity (Deficit) | \$ (1,324,203,999) | \$ (175,774,369) | 7,800,000 | \$ (220,956,831) |
| Total Liabilities and Equity (Deficit) | \$ (1,324,203,999) | \$ (175,774,369) | \$ (187,733,115) | \$ 3,583,960,687 |

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

Chart 5

| W. R. Grace & Co. - Conn Status of Postpetition Taxes MOR-4 July 31, 2010 | | | | |
|--|---|--|----------------------------------|--|
| | Beginning Tax Liability A | Amount Withheld or Accrued B | Amount Paid = C-A-B | Ending Tax Liability C |
| Federal | | | | |
| Withholding | \$ 133,502 | \$ 1,953,748 | \$ (1,953,748) | \$ 133,502 |
| FICA - Employee | 9,221 | 1,063,811 | (1,063,804) | 9,228 |
| FICA and payroll- Employer | 1,252,834 | 1,063,812 | (893,319) | 1,423,327 |
| Unemployment | - | 1,591 | (1,591) | - |
| Other | - | 11,209 | (11,209) | - |
| Total Federal Taxes | \$ 1,395,557 | \$ 4,094,171 | \$ (3,923,671) | \$ 1,566,057 |
| State and Local | | | | |
| Withholding | \$ 79,645 | \$ 699,296 | (699,296) | \$ 79,645 |
| Sales & Use | 532,059 | 382,658 | (410,815) | 503,902 |
| Property Taxes | 2,735,196 | 321,919 | - | 3,057,115 |
| Other | - | - | - | - |
| Total State and Local | \$ 3,346,900 | \$ 1,403,873 | \$ (1,110,111) | \$ 3,640,662 |
| Total Taxes | \$ 4,742,457 | \$ 5,498,044 | \$ (5,033,782) | \$ 5,206,719 |

Note #4

Grace's information systems do not provide the detailed nature of invoices in Accounts Payable. See Debtor Questionnaire (Chart 7, MOR - 5) for attestation related to accounts payable and tax obligations.

Chart 5

| Remedium Group, Inc. Status of Postpetition Taxes MOR-4 July 31, 2010 | | | | |
|--|--|---|--|---|
| | Beginning Tax Liability A | Amount Withheld or Accrued B | Amount Paid = C-A-B | Ending Tax Liability C |
| Federal | | | | |
| Withholding | \$ - | \$ 4,875 | \$ (4,875) | \$ - |
| FICA - Employee | | 1,954 | (1,954) | |
| FICA and payroll- Employer | | 1,954 | (1,954) | |
| Unemployment | | - | - | |
| Other | | - | - | |
| Total Federal Taxes | \$ - | \$ 8,783 | \$ (8,783) | \$ - |
| State and Local | | | | |
| Withholding | \$ - | \$ 371 | \$ (371) | \$ - |
| Sales & Use | | - | - | |
| Property Taxes | | - | - | |
| Other | | - | - | |
| Total State and Local | \$ - | \$ 371 | \$ (371) | \$ - |
| Total Taxes | \$ - | \$ 9,154 | \$ (9,154) | \$ - |

Note #4

Grace's information systems do not provide the detailed nature of invoices in Accounts Payable. See Debtor Questionnaire (Chart 7, MOR - 5) for attestation related to accounts payable and tax obligations.

Chart 5

| Grace Washington, Inc. Status of Postpetition Taxes MOR-4 July 31, 2010 | | | | |
|--|--|---|--|---|
| | Beginning Tax Liability A | Amount Withheld or Accrued B | Amount Paid = C-A-B | Ending Tax Liability C |
| Federal | | | | |
| Withholding | \$ - | \$ 4,344 | \$ (4,344) | \$ - |
| FICA - Employee | | 272 | (272) | |
| FICA and payroll- Employer | | 272 | (272) | |
| Unemployment | - | - | - | |
| Other | - | - | - | |
| Total Federal Taxes | \$ - | \$ 4,888 | \$ (4,888) | \$ - |
| State and Local | | | | |
| Withholding | \$ - | \$ 933 | \$ (933) | \$ - |
| Sales & Use | | - | - | |
| Property Taxes | | - | - | |
| Other | - | - | - | |
| Total State and Local | \$ - | \$ 933 | \$ (933) | \$ - |
| Total Taxes | \$ - | \$ 5,821 | \$ (5,821) | \$ - |

Note #4

Grace's information systems do not provide the detailed nature of invoices in Accounts Payable. See Debtor Questionnaire (Chart 7, MOR - 5) for attestation related to accounts payable and tax obligations.

Chart 5

| L B Realty, Inc. Status of Postpetition Taxes MOR-4 July 31, 2010 | | | | |
|--|--|---|------------------------|-------------------------------------|
| | Beginning Tax Liability | Amount Withheld or Accrued | Amount Paid | Ending Tax Liability |
| | A | B | = C-A-B | C |
| Federal | | | | |
| Withholding | \$ - | \$ - | \$ - | \$ - |
| FICA - Employee | - | - | - | - |
| FICA and payroll- Employer | - | - | - | - |
| Unemployment | - | - | - | - |
| Other | - | - | - | - |
| Total Federal Taxes | \$ - | \$ - | \$ - | \$ - |
| State and Local | | | | |
| Withholding | \$ - | \$ - | \$ - | \$ - |
| Sales & Use | - | - | - | - |
| Property Taxes | - | - | - | - |
| Other | - | - | - | - |
| Total State and Local | \$ - | \$ - | \$ - | \$ - |
| Total Taxes | \$ - | \$ - | \$ - | \$ - |

Note #4

Grace's information systems do not provide the detailed nature of invoices in Accounts Payable. See Debtor Questionnaire (Chart 7, MOR - 5) for attestation related to accounts payable and tax obligations.

Chart 5

Darex Puerto Rico, Inc.
Status of Postpetition Taxes
MOR-4
July 31, 2010

| | Beginning Tax Liability A | Amount Withheld or Accrued B | Amount Paid = C-A-B | Ending Tax Liability C |
|------------------------------|--|---|--|---|
| Federal | | | | |
| Withholding | \$ - | \$ - | \$ - | \$ - |
| FICA - Employee | | 622 | (622) | |
| FICA and payroll- Employer | | 622 | (622) | |
| Unemployment | | - | - | |
| Other | | - | - | |
| Total Federal Taxes | \$ - | \$ 1,244 | \$ (1,244) | \$ - |
| State and Local | | | | |
| Withholding | \$ - | \$ 831 | \$ (831) | \$ - |
| Sales & Use | 693 | 361 | - | 1,054 |
| Property Taxes | 201,581 | 18,749 | 1 | 220,331 |
| Other | - | - | - | - |
| Total State and Local | \$ 202,274 | \$ 19,941 | \$ (830) | \$ 221,385 |
| Total Taxes | \$ 202,274 | \$ 21,185 | \$ (2,074) | \$ 221,385 |

Note #4

Grace's information systems do not provide the detailed nature of invoices in Accounts Payable. See Debtor Questionnaire (Chart 7, MOR – 5) for attestation related to accounts payable and tax obligations.

Chart 6

W. R. Grace & Co. - Conn
Accounts Receivable Reconciliation and Aging
MOR-5
July 2010

| Trade Accounts Receivable Reconciliation | |
|--|-----------------|
| Trade accounts receivable, beginning of month, gross | \$ 99,690,434 |
| Amounts billed during the period | \$ 68,960,320 |
| Amounts collected during the period | \$ (72,526,510) |
| Other | \$ 1,899,002 |
| Trade accounts receivable at the end of month, gross | \$ 98,023,246 |
| Trade Accounts Receivable Aging | |
| Current | \$ 95,010,698 |
| 1-30 days past due | \$ 9,817,652 |
| 31-60 days past due | \$ 2,920,449 |
| +61 days past due | \$ (9,725,553) |
| Trade accounts receivable, gross | \$ 98,023,246 |
| Allowance for doubtful accounts | \$ (1,661,956) |
| Trade accounts receivable, net | \$ 96,361,290 |
| Notes and Accounts Receivable Reconciliation | |
| Trade accounts receivable, net | \$ 96,361,290 |
| Customer notes and drafts receivable | \$ 734,175 |
| Pending customer credit notes | \$ 13,905 |
| Advances and deposits | \$ 3,228,805 |
| Nontrade receivables, net | \$ 11,384,273 |
| Total notes and accounts receivable, net | \$ 111,722,448 |

Chart 6

| Grace Washington, Inc. Accounts Receivable Reconciliation and Aging MOR-5 July 2010 | | |
|--|----|---|
| Trade Accounts Receivable Reconciliation | | |
| Trade accounts receivable, beginning of month, gross | \$ | - |
| Amounts billed during the period | - | - |
| Amounts collected during the period | - | - |
| Other | - | - |
| Trade accounts receivable at the end of month, gross | \$ | - |
| Trade Accounts Receivable Aging | | |
| Current | \$ | - |
| 1-30 days past due | - | - |
| 31-60 days past due | - | - |
| +61 days past due | - | - |
| Trade accounts receivable, gross | - | - |
| Allowance for doubtful accounts | - | - |
| Trade accounts receivable, net | \$ | - |
| Notes and Accounts Receivable Reconciliation | | |
| Trade accounts receivable, net | \$ | - |
| Customer notes and drafts receivable | - | - |
| Pending customer credit notes | - | - |
| Advances and deposits | - | - |
| Nontrade receivables, net | - | - |
| Total notes and accounts receivable, net | \$ | - |

Chart 6

Darex Puerto Rico, Inc.
Accounts Receivable Reconciliation and Aging
MOR-5
July 2010

Trade Accounts Receivable Reconciliation

| | |
|--|-------------------------|
| Trade accounts receivable, beginning of month, gross | \$ 1,191,835 |
| Amounts billed during the period | 183,215 |
| Amounts collected during the period | (200,355) |
| Other | 587 |
| Trade accounts receivable at the end of month, gross | \$ 1,175,282 |

Trade Accounts Receivable Aging

| | |
|----------------------------------|---------------------|
| Current | \$ 634,273 |
| 1-30 days past due | 118,905 |
| 31-60 days past due | 40,934 |
| +61 days past due | 381,170 |
| Trade accounts receivable, gross | 1,175,282 |
| Allowance for doubtful accounts | (105,224) |
| Trade accounts receivable, net | \$ 1,070,058 |

Notes and Accounts Receivable Reconciliation

| | |
|--|---------------------|
| Trade accounts receivable, net | \$ 1,070,058 |
| Customer notes and drafts receivable | - |
| Pending customer credit notes | 216 |
| Advances and deposits | 32,105 |
| Nontrade receivables, net | - |
| Total notes and accounts receivable, net | \$ 1,102,379 |

Chart 6

Remedium Group, Inc.
Accounts Receivable Reconciliation and Aging
MOR-5
July 2010

Trade Accounts Receivable Reconciliation

| | |
|--|------|
| Trade accounts receivable, beginning of month, gross | \$ - |
| Amounts billed during the period | - |
| Amounts collected during the period | - |
| Other | - |
| Trade accounts receivable at the end of month, gross | \$ - |

Trade Accounts Receivable Aging

| | |
|----------------------------------|------|
| Current | \$ - |
| 1-30 days past due | - |
| 31-60 days past due | - |
| +61 days past due | - |
| Trade accounts receivable, gross | - |
| Allowance for doubtful accounts | - |
| Trade accounts receivable, net | \$ - |

Notes and Accounts Receivable Reconciliation

| | |
|--|------|
| Trade accounts receivable, net | \$ - |
| Customer notes and drafts receivable | - |
| Pending customer credit notes | - |
| Advances and deposits | - |
| Nontrade receivables, net | - |
| Total notes and accounts receivable, net | \$ - |

Chart 6

Gloucester New Communities Company, Inc.
Accounts Receivable Reconciliation and Aging
MOR-5
July 2010

Trade Accounts Receivable Reconciliation

| | |
|--|------|
| Trade accounts receivable, beginning of month, gross | \$ - |
| Amounts billed during the period | - |
| Amounts collected during the period | - |
| Other | - |
| Trade accounts receivable at the end of month, gross | \$ - |

Trade Accounts Receivable Aging

| | |
|----------------------------------|------|
| Current | \$ - |
| 1-30 days past due | - |
| 31-60 days past due | - |
| +61 days past due | - |
| Trade accounts receivable, gross | - |
| Allowance for doubtful accounts | - |
| Trade accounts receivable, net | \$ - |

Notes and Accounts Receivable Reconciliation

| | |
|--|-----------|
| Trade accounts receivable, net | \$ - |
| Customer notes and drafts receivable | - |
| Pending customer credit notes | - |
| Advances and deposits | - |
| Nontrade receivables, net | 91,572 |
| Total notes and accounts receivable, net | \$ 91,572 |

Chart 6

Grace Europe, Inc.
Accounts Receivable Reconciliation and Aging
MOR-5
July 2010

Trade Accounts Receivable Reconciliation

| | |
|--|------|
| Trade accounts receivable, beginning of month, gross | \$ - |
| Amounts billed during the period | - |
| Amounts collected during the period | - |
| Other | - |
| Trade accounts receivable at the end of month, gross | \$ - |

Trade Accounts Receivable Aging

| | |
|----------------------------------|------|
| Current | \$ - |
| 1-30 days past due | - |
| 31-60 days past due | - |
| +61 days past due | - |
| Trade accounts receivable, gross | - |
| Allowance for doubtful accounts | - |
| Trade accounts receivable, net | \$ - |

Notes and Accounts Receivable Reconciliation

| | |
|--|-----------|
| Trade accounts receivable, net | \$ - |
| Customer notes and drafts receivable | - |
| Pending customer credit notes | - |
| Advances and deposits | - |
| Nontrade receivables, net | 79,091 |
| Total notes and accounts receivable, net | \$ 79,091 |

Chart 7

| W.R. Grace & Co., et al Debtor Questionnaire MOR - 5 July 31, 2010 | Yes | No |
|--|---|-------------------|
| 1. Have any assets been sold or transferred outside the normal course of business this reporting period? If yes, provide an explanation below. | | X |
| 2. Have any funds been disbursed from any account other than a debtor in possession account for this reporting period? If yes, provide an explanation below. | | See Note #5 below |
| 3. Have all postpetition tax returns been timely filed? If no, provide an explanation below. | X | |
| 4. Are workers compensation, general liability and other necessary insurance coverages in affect? If no, provide and explanation below. | X | |
| 5. Are post-petition accounts payable and tax obligations current and paid to date? If no, provide an explanation. | X (unless disputed in normal course of business) | |

Note #5

As part of the first day orders submitted to the court on April 2, 2001, an application for the Debtors to (a) continue and maintain their consolidated cash management system, (b) continue and maintain their existing bank accounts and (c) continue to use existing business forms and granting related relief was included. The Debtors have continued to use their existing bank accounts and no new debtor in possession accounts have been established.

| List assets sold/transferred outside the normal course of business over \$25,000: | | |
|--|------------------|-----------------|
| Description of Asset | Sale Date | Proceeds |
| | | |

Combined Chapter 11 Filing Entity Statements

Chart 8

| In millions | W. R. Grace & Co. - Chapter 11 Filing Entities Combined Statements of Operations | | | | | |
|--|---|----------------|-----------------------------|-----------------|--|--|
| | Month Ended July 31, | | Seven Months Ended July 31, | | | |
| | 2010 | 2009 | 2010 | 2009 | | |
| Net sales to third parties | \$ 69.1 | \$ 76.2 | \$ 500.9 | \$ 531.6 | | |
| Net sales to non-filing entities | 28.1 | 49.0 | 169.5 | 286.8 | | |
| Interest and royalties from non-filing entities | 8.8 | 4.0 | 32.6 | 38.8 | | |
| | 106.0 | 129.2 | 703.0 | 857.2 | | |
| Cost of goods sold to third parties | 42.5 | 47.7 | 317.3 | 352.1 | | |
| Cost of goods sold to related parties | (0.3) | - | (2.2) | - | | |
| Cost of goods sold to non-filing entities | 18.4 | 38.5 | 111.4 | 236.9 | | |
| Selling, general and administrative expenses | 21.7 | 21.7 | 145.4 | 182.4 | | |
| Restructuring costs | - | 0.5 | 1.5 | 11.8 | | |
| Depreciation and amortization | 4.3 | 4.6 | 39.3 | 32.4 | | |
| Research and development expenses | 2.9 | 3.0 | 20.2 | 21.7 | | |
| Defined benefit pension expense | 4.8 | 5.8 | 33.4 | 40.5 | | |
| Interest expense | 3.4 | 3.1 | 23.5 | 21.4 | | |
| Other (income) expense, net | (4.1) | 1.1 | (13.0) | 6.2 | | |
| Provision for environmental remediation | - | - | - | 0.7 | | |
| Chapter 11 expenses, net of interest income | 1.8 | 5.0 | 12.6 | 23.0 | | |
| | 95.4 | 131.0 | 689.4 | 929.1 | | |
| Income (loss) before income taxes and equity in net income of non-filing entities | 10.6 | (1.8) | 13.6 | (71.9) | | |
| Benefit from (provision for) income taxes | (3.5) | (2.9) | 8.6 | 18.3 | | |
| Income (loss) before equity in net income of non-filing entities | 7.1 | (4.7) | 22.2 | (53.6) | | |
| Equity in net income of non-filing entities | 8.5 | 14.8 | 100.6 | 44.1 | | |
| Net income (loss) | \$ 15.6 | \$ 10.1 | \$ 122.8 | \$ (9.5) | | |

W. R. Grace & Co. - Chapter 11 Filing Entities

Combined Statements of Cash Flows

| (in millions) | Seven Months Ended July 31, | | 2009 |
|---|--------------------------------|-----------------|------|
| | 2010 | | |
| <u>Operating Activities</u> | | | |
| Net income (loss) | \$ 122.8 | \$ (9.5) | |
| Reconciliation to net cash provided by operating activities: | | | |
| Depreciation and amortization | 39.3 | 32.4 | |
| Equity in earnings of non-filing entities | (100.6) | (44.1) | |
| Benefit from income taxes | (8.6) | (18.3) | |
| Income taxes (paid), net of refunds received | 1.3 | (2.9) | |
| Defined benefit pension expense | 33.4 | 40.5 | |
| Payments under defined benefit pension arrangements | (31.8) | (27.3) | |
| Changes in assets and liabilities, excluding effect of foreign currency translation: | | | |
| Trade accounts receivable | (23.6) | 7.3 | |
| Inventories | (18.7) | 26.4 | |
| Accounts payable | 16.1 | (3.2) | |
| Other accruals and non-cash items | 0.5 | 38.8 | |
| Net cash provided by operating activities | 30.1 | 40.1 | |
| <u>Investing Activities</u> | | | |
| Capital expenditures | (27.2) | (23.9) | |
| Proceeds from termination of life insurance policies, net | - | 68.8 | |
| Transfer to restricted cash and cash equivalents related to letter of credit facility | (76.1) | - | |
| Net cash provided by (used for) investing activities | (103.3) | 44.9 | |
| <u>Financing Activities</u> | | | |
| Net repayments under credit arrangements | (4.2) | (5.0) | |
| Proceeds from exercise of stock options | 7.1 | - | |
| Net cash provided by (used for) financing activities | 2.9 | (5.0) | |
| Increase (decrease) in cash and cash equivalents | (70.3) | 80.0 | |
| Cash and cash equivalents, beginning of period | 685.5 | 218.1 | |
| Cash and cash equivalents, end of period | \$ 615.2 | \$ 298.1 | |

Chart 10

| W. R. Grace & Co. - Chapter 11 Filing Entities Combined Balance Sheets | | | | |
|---|-------------------|----------------------|-------------------|--|
| Amounts in millions | July 31, 2010 | December 31, 2009 | April 2, 2001 | |
| ASSETS | | | | |
| Current Assets | | | | |
| Cash and cash equivalents | \$ 615.2 | \$ 685.5 | \$ 8.6 | |
| Restricted cash and cash equivalents as collateral for letter of credit facility | 76.1 | - | - | |
| Cash value of life insurance policies, net of policy loans | - | - | - | |
| Trade accounts receivable, less allowance of \$1.8 (2009 - \$3.0, Filing Date - \$0.7) | 98.2 | 74.6 | 32.3 | |
| Accounts receivable - unconsolidated affiliate | 3.4 | 6.4 | - | |
| Receivables from non-filing entities, net | 67.6 | 64.5 | 51.2 | |
| Inventories | 105.2 | 86.5 | 80.6 | |
| Deferred income taxes | 26.6 | 29.2 | 80.9 | |
| Asbestos-related insurance expected to be realized within one year | - | - | 17.0 | |
| Other current assets | 34.9 | 31.9 | 33.4 | |
| Total Current Assets | 1,027.2 | 978.6 | 304.0 | |
| Properties and equipment, net | 387.8 | 399.6 | 400.4 | |
| Goodwill | 25.3 | 25.3 | 13.6 | |
| Deferred income taxes | 829.5 | 808.5 | 401.0 | |
| Asbestos-related insurance expected to be realized after one year | 500.0 | 500.0 | 323.4 | |
| Loans receivable from non-filing entities, net | 354.1 | 388.9 | 387.5 | |
| Investment in non-filing entities | 339.2 | 254.0 | 121.0 | |
| Overfunded defined benefit pension plans | 0.2 | 0.2 | - | |
| Deferred pension costs | - | - | 236.0 | |
| Investment in unconsolidated affiliates | 58.2 | 45.8 | - | |
| Other assets | 62.5 | 44.9 | 136.6 | |
| Total Assets | \$ 3,584.0 | \$ 3,445.8 | \$ 2,323.5 | |
| LIABILITIES AND EQUITY (DEFICIT) | | | | |
| Liabilities Not Subject to Compromise | | | | |
| Current Liabilities | | | | |
| Debt payable within one year | \$ 0.2 | \$ 0.2 | \$ - | |
| Debt payable - unconsolidated affiliate | 1.8 | 1.8 | - | |
| Accounts payable | 84.0 | 67.9 | - | |
| Accounts payable - unconsolidated affiliate | - | 0.3 | - | |
| Other current liabilities | 101.4 | 126.6 | - | |
| Total Current Liabilities | 187.4 | 196.8 | - | |
| Debt payable after one year | 0.1 | 0.3 | - | |
| Debt payable - unconsolidated affiliate - long term | 12.0 | 10.5 | - | |
| Underfunded defined benefit pension plans | 418.3 | 359.6 | - | |
| Other liabilities | 30.3 | 30.6 | 31.5 | |
| Total Liabilities Not Subject to Compromise | 648.1 | 597.8 | 31.5 | |
| Liabilities Subject to Compromise | | | | |
| Debt plus accrued interest | 898.9 | 882.0 | 511.5 | |
| Income tax contingencies | 102.3 | 117.9 | 242.1 | |
| Asbestos-related contingencies | 1,700.0 | 1,700.0 | 1,002.8 | |
| Environmental contingencies | 145.0 | 148.4 | 164.8 | |
| Postretirement benefits | 176.7 | 171.2 | 256.2 | |
| Other liabilities and accrued interest | 133.9 | 127.6 | 188.6 | |
| Total Liabilities Subject to Compromise | 3,156.8 | 3,147.1 | 2,366.0 | |
| Total Liabilities | 3,804.9 | 3,744.9 | 2,397.5 | |
| Equity (Deficit) | | | | |
| Common stock | 0.8 | 0.8 | 0.8 | |
| Paid in capital | 451.5 | 445.8 | 432.6 | |
| Accumulated deficit | (52.6) | (175.4) | (201.8) | |
| Treasury stock, at cost | (50.0) | (55.9) | (136.4) | |
| Accumulated other comprehensive loss | (570.7) | (514.5) | (169.5) | |
| Total W.R. Grace & Co. Chapter 11 Filing Entities Shareholders' Equity (Deficit) | (221.0) | (299.2) | (74.3) | |
| Noncontrolling interest | 0.1 | 0.1 | 0.3 | |
| Total Equity (Deficit) | (220.9) | (299.1) | (74.0) | |
| Total Liabilities and Equity (Deficit) | \$ 3,584.0 | \$ 3,445.8 | \$ 2,323.5 | |

W. R. Grace & Co.
Filing Entity Supplemental Financial Information
July 31, 2010

Basis of Presentation

The interim Combined Financial Statements presented herein represent the results of operations, cash flows and financial position of the Debtors. These financial statements pertain to periods beginning with, and subsequent to, the Filing Date and have been prepared in conformity with requirements of the Bankruptcy Court. Consequently, these financial statements do not purport to present the financial performance of W. R. Grace & Co. in conformity with U.S. generally accepted accounting principles which would require the consolidation of all controlled subsidiaries and more extensive notes and analysis related to the worldwide operations of W. R. Grace & Co. Financial activity of non-Debtor entities is not presented herein. However, all non-Debtor entities are either directly or indirectly controlled by the Debtors and, accordingly, non-Debtor financial results are reflected under the equity method of accounting. These financial statements are unaudited and should be read in conjunction with the consolidated financial statements presented in the Company's 2009 Annual Report on Form 10-K and other periodic filings with the U.S. Securities and Exchange Commission.

These interim Combined Financial Statements reflect all adjustments that, in the opinion of management, are necessary for a fair presentation of the results of the interim periods presented under U.S. generally accepted accounting principles; all such adjustments are of a normal recurring nature. All significant inter-Debtor accounts and transactions have been eliminated. Transactions and balances with non-Debtor entities are separately disclosed.

The results of operations for the seven-month interim period ended July 31, 2010 are not necessarily indicative of the results of operations for the year ending December 31, 2010.

Other Balance Sheet Accounts

| <i>(In millions)</i> | July 31, 2010 | Filing Date |
|---|----------------------|--------------------|
| Inventories | | |
| Raw materials | \$ 24.9 | \$ 20.3 |
| In process | 18.3 | 16.2 |
| Finished products | 48.7 | 63.8 |
| Other | 13.3 | 9.6 |
| Less: Adjustment of certain inventories to a last-in/first-out (LIFO) basis | -- | (29.3) |
| | \$ 105.2 | \$ 80.6 |
| Other Assets | | |
| Deferred charges | 17.1 | 40.4 |
| Cash value of life insurance policies, net of policy loans | 4.4 | 64.1 |
| Long-term receivables | 0.3 | 1.9 |
| Long-term investments | 3.8 | 2.1 |
| Patents, licenses and other intangible assets, net | 14.8 | 25.2 |
| Fair value of currency forward contracts | 22.1 | -- |
| Other assets | -- | 2.9 |
| | \$ 62.5 | \$ 136.6 |
| Other Current Liabilities | | |
| Accrued compensation | \$ 39.0 | \$ -- |
| Accrued commissions | 4.0 | -- |
| Customer programs | 12.7 | -- |
| Accrued freight | 7.4 | -- |
| Accrued reorganization fees | 7.1 | -- |
| Fair value of commodity contracts | 4.4 | -- |
| Other accrued liabilities | 26.8 | -- |
| | \$ 101.4 | \$ -- |
| Other Liabilities | | |
| Deferred royalty income – non-filing entities | \$ -- | \$ 31.5 |
| Accrued compensation | 2.0 | -- |
| Other accrued liabilities | 28.3 | -- |
| | \$ 30.3 | \$ 31.5 |
| Other Liabilities Subject to Compromise | | |
| Accrued interest on pre-petition liabilities | 56.5 | -- |
| Accounts payable | 31.2 | 43.0 |
| Retained obligations of divested businesses | 28.4 | 43.5 |
| Other accrued liabilities | 17.8 | 102.1 |
| | \$ 133.9 | \$ 188.6 |

Accrued compensation in the table above includes salaries and wages as well as estimated current amounts due under the annual and long-term incentive programs.

Debt

On July 31, 2010 and the Filing Date, Grace's debt was as follows:

| Components of Debt (In millions) | July 31, 2010 | Filing Date |
|--|----------------------|--------------------|
| Debt payable within one year | | |
| DIP facility..... | \$ -- | \$ -- |
| Other short-term borrowings and related fees payable | 0.2 | -- |
| | \$ 0.2 | \$ -- |
| Debt payable after one year | | |
| DIP facility..... | \$ -- | \$ -- |
| Other long-term borrowings | 0.1 | -- |
| | \$ 0.1 | \$ -- |
| Debt Subject to Compromise | | |
| Bank borrowings..... | \$ 500.0 | \$ 500.0 |
| Accrued interest on bank borrowings..... | 366.7 | |
| Drawn letters of credit..... | 25.8 | -- |
| Accrued interest on drawn letters of credit | 6.4 | -- |
| 8.0% Notes Due 2004..... | -- | 5.7 |
| 7.75% Notes Due 2002..... | -- | 2.0 |
| Other borrowings | -- | 1.2 |
| Accrued interest..... | -- | 2.6 |
| | \$ 898.9 | \$ 511.5 |
| Weighted average interest rates on total debt | 3.3% | 6.1% |

On March 2, 2010, Grace terminated its debtor-in-possession (DIP) facility and replaced it with a \$100 million cash-collateralized letter of credit facility to support existing and new financial assurances. The terminated DIP facility also provided credit support for foreign currency and commodity derivatives. The asset backed arrangement of the DIP facility has been replaced with cash collateral accounts which secure the obligations arising from letters of credit, foreign currency and commodity transactions. At July 31, 2010, Grace held \$81.3 million in restricted cash and cash equivalents primarily to support this facility.

As of July 31, 2010, the Debtors had no revolving loans and \$71.0 million of standby letters of credit issued and outstanding under the facility.